

Jonathan S. Henes  
Joshua A. Sussberg  
Sarah Hiltz Seewer (*pro hac vice*)  
KIRKLAND & ELLIS LLP  
601 Lexington Avenue  
New York, New York 10022-4611  
Telephone: (212) 446-4800  
Facsimile: (212) 446-4900

Proposed Attorneys for the Debtors and Debtors in Possession

**UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK**

---

In re:	)	
	)	Chapter 11
	)	
CITADEL BROADCASTING CORPORATION, <i>et al.</i> ,	)	Case No. 09-17442 (BRL)
	)	
Debtors.	)	Jointly Administered

---

**NOTICE OF HEARING ON DEBTORS' APPLICATION  
FOR ENTRY OF AN ORDER AUTHORIZING THE EMPLOYMENT AND  
RETENTION OF LAZARD FRÈRES & CO. LLC AS FINANCIAL ADVISOR  
AND INVESTMENT BANKER *NUNC PRO TUNC* TO THE PETITION DATE**

---

PLEASE TAKE NOTICE that on February 3, 2010 at 10:00 a.m. (EST), Citadel Broadcasting Corporation and its debtor affiliates (collectively, the “*Debtors*”),<sup>1</sup> by their

---

<sup>1</sup> The Debtors in these chapter 11 cases are: Alphabet Acquisition Corp.; Atlanta Radio, LLC; Aviation I, LLC; Chicago FM Radio Assets, LLC; Chicago License, LLC; Chicago Radio Assets, LLC; Chicago Radio Holding, LLC; Chicago Radio, LLC; Citadel Broadcasting Company; Citadel Broadcasting Corporation; DC Radio Assets, LLC; DC Radio, LLC; Detroit Radio, LLC; International Radio, Inc; KLOS Radio, LLC; KLOS Syndications Assets, LLC; KLOS-FM Radio Assets, LLC; LA License, LLC; LA Radio, LLC; Minneapolis Radio Assets, LLC; Minneapolis Radio, LLC; Network Licenses, LLC; NY License, LLC; NY Radio Assets, LLC; NY Radio, LLC; Oklahoma Radio Partners, LLC; Radio Assets, LLC; Radio License Holding I, LLC; Radio License Holding II, LLC; Radio License Holding III, LLC; Radio License Holding IV, LLC; Radio License Holding V, LLC; Radio License Holding VI, LLC; Radio License Holding VII, LLC; Radio License Holding VIII, LLC; Radio License Holding IX, LLC; Radio License Holding X, LLC; Radio License Holding XI, LLC; Radio License Holding XII, LLC; Radio Networks, LLC; Radio Today Entertainment, Inc.; Radio Watermark, Inc.; San Francisco Radio Assets, LLC; San Francisco Radio, LLC; SF License, LLC; WBAP-KSCS Acquisition Partner, LLC; WBAP-KSCS Assets, LLC; WBAP-KSCS Radio Acquisition, LLC; WBAP-KSCS Radio Group, Ltd.; and WPLJ Radio, LLC. The principal corporate locations of the Debtors are: 142 West 57th Street, 11th Floor, New York, New York 10019; and 7201 W. Lake Mead Blvd., Suite 400, Las Vegas, Nevada 89128. The service address for all of the Debtors is 7201 W. Lake Mead Blvd., Suite 400, Las Vegas, Nevada 89128. Information regarding the Debtors’ business and the background of these chapter 11

undersigned counsel, shall appear before the Honorable Burton R. Lifland, at the United States Bankruptcy Court for the Southern District of New York, Alexander Hamilton Custom House, One Bowling Green, New York, New York, 10004-1408, Room 623, or soon thereafter as counsel may be heard, and present the *Debtors' Application for Entry of an Order Authorizing the Employment and Retention of Lazard Frères & Co. LLC as Financial Advisor and Investment Banker Nunc Pro Tunc to the Petition Date*.

PLEASE TAKE FURTHER NOTICE that you need not appear at the hearing if you do not object to the relief requested in the application.

PLEASE TAKE FURTHER NOTICE that the hearing may be continued or adjourned thereafter from time to time without further notice other than an announcement of the adjourned date or dates at the hearing or at a later hearing.

PLEASE TAKE FURTHER NOTICE that objections, if any, to the application must comply with the Federal Rules of Bankruptcy Procedure and the Local Bankruptcy Rules for the Southern District of New York, must be set forth in writing describing the basis therefor and must be filed with the Court electronically in accordance with General Orders M-182 and M-193 by registered users of the Court's electronic case filing system (the User's Manual for the Electronic Case Filing System can be found at <http://www.nysb.uscourts.gov>, the official website of the Bankruptcy Court) and, by all other parties in interest, on a 3-1/2 inch disk, preferably in Portable Document Format (PDF), WordPerfect or any other Windows-based word processing format (with a hard copy delivered directly to Chambers) and served in accordance with General Order M-182 or by first-class mail upon each of the following: (a) counsel to the Debtors,

---

cases can be found in the Declaration of Randy L. Taylor Pursuant to Rule 1007-2 of the Local Rules for the Southern District of New York in Support of First-Day Motions and Applications (the "**First Day Declaration**"), filed on December 20, 2009, the date the Debtors filed their petitions (the "**Petition Date**") under chapter 11 of title 11 of the United States Code (the "**Bankruptcy Code**").

Kirkland & Ellis LLP, 601 Lexington Avenue, New York, New York, 10022-4611, Attn.: Joshua A. Sussberg; (b) Lazard Frères & Co. LLC, 30 Rockefeller Plaza, New York, NY 10020, Attn.: Jack Merimee; (c) the Office of the United States Trustee for the Southern District of New York, 33 Whitehall Street, 21st Floor, New York, New York, 10004, Attn.: Brian Masumoto; and (d) counsel to the agent under the Debtors' prepetition secured term loan, Simpson Thacher & Bartlett LLP, 425 Lexington Avenue, New York, NY 10017-3954, Attn.: Mark Thompson, so as to be received no later than **4:00 p.m. (ET) on January 27, 2010.**

PLEASE TAKE FURTHER NOTICE that unless a written objection to the proposed order, with proof of service, is filed with the Clerk of the Court and a courtesy copy is delivered to the chambers of the Honorable Burton R. Lifland, the order may be signed and approved by the Court without a hearing.

New York, New York  
Dated: January 8, 2010

/s/ Jonathan S. Henes

Jonathan S. Henes  
Joshua A. Sussberg  
Sarah Hiltz Seewer (*pro hac vice*)  
KIRKLAND & ELLIS LLP  
601 Lexington Avenue  
New York, New York 10022-4611  
Telephone: (212) 446-4800  
Facsimile: (212) 446-4900

Proposed Attorneys for the Debtors and  
Debtors in Possession

Jonathan S. Henes  
Joshua A. Sussberg  
Sarah Hiltz Seewer (*pro hac vice*)  
KIRKLAND & ELLIS LLP  
601 Lexington Avenue  
New York, New York 10022-4611  
Telephone: (212) 446-4800  
Facsimile: (212) 446-4900

Proposed Attorneys for the Debtors and Debtors in Possession

**UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK**

	)	
In re:	)	Chapter 11
	)	
CITADEL BROADCASTING CORPORATION, <i>et al.</i> ,	)	Case No. 09-17442 (BRL)
	)	
Debtors.	)	Jointly Administered
	)	

**DEBTORS' APPLICATION FOR ENTRY OF AN ORDER  
AUTHORIZING THE EMPLOYMENT AND RETENTION  
OF LAZARD FRÈRES & CO. LLC AS FINANCIAL ADVISOR AND  
INVESTMENT BANKER *NUNC PRO TUNC* TO THE PETITION DATE**

TO THE HONORABLE BURTON R. LIFLAND, UNITED STATES BANKRUPTCY JUDGE:

Citadel Broadcasting Corporation (“*Citadel*”) and its debtor affiliates, as debtors and debtors in possession (collectively, the “*Debtors*”),<sup>2</sup> respectfully represent:

<sup>2</sup> The Debtors in these chapter 11 cases are: Alphabet Acquisition Corporation; Atlanta Radio, LLC; Aviation I, LLC; Chicago FM Radio Assets, LLC; Chicago License, LLC; Chicago Radio Assets, LLC; Chicago Radio Holding, LLC; Chicago Radio, LLC; Citadel Broadcasting Company; Citadel Broadcasting Corporation; DC Radio Assets, LLC; DC Radio, LLC; Detroit Radio, LLC; iBiquity Digital Corporation; International Radio, Inc.; KBAP-KSCS Radio Group, Ltd.; KLOS Radio, LLC; KLOS Syndications Assets, LLC; KLOS-FM Radio Assets, LLC; LA License, LLC; LA Radio, LLC; Minneapolis Radio Assets LLC; Minneapolis Radio LLC; Network Licenses, LLC; NY License, LLC; NY Radio Assets LLC; NY Radio, LLC; Oklahoma Radio Partners, LLC; Radio Assets, LLC; Radio License Holding I, LLC; Radio License Holding II, LLC; Radio License Holding III, LLC; Radio License Holding IV, LLC; Radio License Holding V, LLC; Radio License Holding VI, LLC; Radio License Holding VII, LLC; Radio License Holding VIII, LLC; Radio License Holding IX, LLC; Radio License Holding X, LLC; Radio License Holding XI, LLC; Radio License Holding XII, LLC; Radio Networks, LLC; Radio Watermark, Inc.; REACH Media Inc.; San Francisco Radio Assets, LLC; Inc.; San Francisco Radio, LLC; SF License, LLC; WBAP-KSCS Acquisition Partner, LLC; WBAP-KSCS Assets, LLC; WBAP-KSCS Radio Acquisition, LLC; and WPLJ

### **Relief Requested**

1. By this application, the Debtors request entry of an order, substantially in the form attached hereto as **Exhibit A**, pursuant to sections 327(a) and 328(a) of the Bankruptcy Code, rules 2014(a) and 2016 of the Federal Rules of Bankruptcy Procedure (the “**Bankruptcy Rules**”) and rules 2014-1 and 2016-1 of the Local Bankruptcy Rules for the Southern District of New York (the “**Local Rules**”), (a) authorizing the employment and retention of Lazard Frères & Co. LLC (“**Lazard**”) as the Debtors’ financial advisor and investment banker *nunc pro tunc* to the Petition Date, in accordance with the terms and conditions set forth in the Engagement Letter (as defined below) and (b) approving the terms of Lazard’s employment and retention, including the proposed Fee Structure (as defined below) and the indemnification provisions set forth in the Engagement Letter, subject to the standards set forth in section 328 of the Bankruptcy Code. In support of the application, the Debtors submit the Declaration of Barry Ridings, Lazard’s Vice Chairman of U.S. Investment Banking (the “**Ridings Declaration**”), which is attached hereto as **Exhibit B**.

### **Basis for Relief**

2. As described in the First Day Declaration, to effectively restructure their businesses and effectuate a successful plan of reorganization, the Debtors require the services of a capable and experienced financial advisory and investment banking firm. Lazard’s resources and capabilities, together with its prepetition experience advising the Debtors, complements the

---

Radio, LLC. The principal corporate locations of the Debtors are: 142 West 57th Street, 11th Floor, New York, New York 10019; and 7201 W. Lake Mead Blvd., Suite 400, Las Vegas, Nevada 89128. The service address for all of the Debtors is 7201 W. Lake Mead Blvd., Suite 400, Las Vegas, Nevada 89128. Information regarding the Debtors’ business and the background of these chapter 11 cases can be found in the Declaration of Randy L. Taylor Pursuant to Rule 1007-2 of the Local Rules for the Southern District of New York in Support of First-Day Pleadings (the “**First Day Declaration**”), filed on December 20, 2009, the date the Debtors filed their petitions (the “**Petition Date**”) under chapter 11 of title 11 of the United States Code (the “**Bankruptcy Code**”).

services offered by the Debtors' other restructuring professionals and render its retention integral to the Debtors' success in these chapter 11 cases. Accordingly, the Debtors propose to engage Lazard as their financial advisor and investment banker in these chapter 11 cases, which the Debtors respectfully submit is in the best interest of the Debtors, their estates and other parties in interest.

**A. Lazard's Qualifications**

3. Lazard is the U.S. operating subsidiary of a preeminent international financial advisory, investment banking and asset management firm with its principal office located at 30 Rockefeller Plaza, New York, NY. Lazard is registered as a broker-dealer with the United States Securities and Exchange Commission and the Financial Industry Regulatory Authority. Together with its predecessors and affiliates, Lazard has been advising clients around the world for over 150 years. Lazard's professionals have considerable expertise and experience in providing financial advisory and investment banking services to financially distressed companies and to creditors, equity holders and other constituencies in reorganization proceedings and complex financial restructurings, both in and out of court.

4. For instance, Lazard's professionals are providing or have provided financial advisory, investment banking and other services in connection with many chapter 11 cases, including: *In re Lehman Brothers Holdings, Inc.*, No. 08-13555 (Bankr. S.D.N.Y. Dec. 17, 2008); *In re Tropicana Entm't, LLC*, No. 08-10856 (Bankr. D. Del. May 30, 2008); *In re TOUSA, Inc.*, No. 08-10928 (Bankr. S.D. Fla., Mar. 26, 2008); *In re New Century TRS Holdings, Inc.*, No. 07-10416 (Bankr. D. Del. Apr. 25, 2007); *In re Northwest Airlines Inc.*, No. 05-17930 (Bankr. S.D.N.Y. July 20, 2006); *In re Calpine Corp.*, No. 05-60200 (Bankr. S.D.N.Y. May 1, 2006).

## **B. Lazard's Prepetition Services**

5. Before the Petition Date, the Debtors engaged Lazard to provide general investment banking and financial advice in connection with the Debtors' attempts to complete a strategic restructuring, reorganization or recapitalization on May 20, 2009. Since the commencement of its engagement, Lazard has, among other things, familiarized itself with the Debtors' businesses, evaluated the Debtors' liquidity positions and assisted in identifying areas to improve and preserve liquidity, evaluated the Debtors' range of financial and strategic alternatives, including the possible sale of the Debtors to a third party, and presented certain analyses and recommendations to the Debtors' management and Citadel's board of directors. In addition, Lazard played a key role in negotiation with the Debtors' prepetition secured lenders, which efforts led to over 60% of such lenders supporting the framework for a global restructuring solution.

6. As a result of the prepetition work performed on behalf of the Debtors, Lazard has developed a significant body of institutional knowledge of the Debtors and their businesses and is now intimately familiar with the Debtors' financial affairs, operations, capital structure, financing documents and other related material information. Accordingly, Lazard is uniquely situated to efficiently and effectively serve the Debtors in these chapter 11 cases.

## **C. Services to Be Provided**

7. The Debtors request the employment and retention of Lazard to provide financial advisory and investment banking services under the terms of the engagement letter between Citadel and Lazard, dated as of May 20, 2009 (the "***Engagement Letter***," a copy of which is attached hereto as **Exhibit C**). Subject to further order of the Court and consistent with the terms

of the Engagement Letter, Lazard will provide financial advisory and investment banking services as necessary and requested by the Debtors, including, without limitation, the following:<sup>3</sup>

- (a) review and analyze the Debtors' business, operations and financial projections;
- (b) evaluate the Debtors' potential debt capacity in light of its projected cash flows;
- (c) assist in the determination of a capital structure for the Debtors;
- (d) assist in the determination of a range of values for Debtors on a going concern basis;
- (e) advise the Debtors on tactics and strategies for negotiating with stakeholders;
- (f) render financial advice to the Debtors and participate in meetings or negotiations with stakeholders and/or rating agencies or other appropriate parties in connection with any restructuring;
- (g) advise the Debtors on the timing, nature, and terms of new securities, other consideration or other inducements to be offered pursuant to restructuring;
- (h) advise and assist the Debtors in evaluating potential financing transactions and, subject to Lazard's agreement so to act and, if requested by Lazard, to execution of appropriate agreements, on behalf of the Debtors, contact potential sources of capital as the Debtors may designate and assist the Debtors in implementing such a financing;
- (i) assist the Debtors in preparing documentation within Lazard's area of expertise that is required in connection with the restructuring;
- (j) assist the Debtors in identifying and evaluating candidates for a potential sale transaction, advise the Debtors in connection with negotiations and aiding in the consummation of a sale transaction;
- (k) attend meetings of Citadel's board of directors and its committees with respect to matters on which Lazard has been engaged to advise the Debtors;

---

<sup>3</sup> The summary of the Engagement Letter included in this application is provided for purposes of convenience only and is qualified in its entirety by reference to the Engagement Letter. To the extent that this application and the terms of the Engagement Letter are inconsistent, the terms of the Engagement Letter shall control.



- (l) provide testimony, as necessary, with respect to matters on which Lazard has been engaged to advise the Debtors in any proceeding before the Bankruptcy Court; and
- (m) provide the Debtors with other financial restructuring advice.

8. The Debtors respectfully request that the retention of Lazard be made effective *nunc pro tunc* to the Petition Date so that Lazard may be compensated for the services it provides before this application is heard by the Court. Lazard has provided services to the Debtors in advance of approval of this application in anticipation that its retention would be approved *nunc pro tunc* to the Petition Date. The Debtors submit that these circumstances are of a nature warranting retroactive approval. *In re AroChem Corp.*, 176 F.3d 610, 621 (2d Cir. 1999) (noting that bankruptcy courts have discretion to authorize *nunc pro tunc* approval of professional retentions); *In re Keren*, 189 F.3d 86, 87 (2d. Cir. 1999) (explaining factors to consider in determining whether *nunc pro tunc* approval is appropriate).

#### **D. Professional Compensation**

9. Lazard's decision to advise and assist the Debtors in connection with these chapter 11 cases is conditioned upon its ability to be retained in accordance with Lazard's customary terms and conditions of employment, including the compensation arrangement set forth in the Engagement Letter (the "***Fee Structure***").

10. Lazard intends to apply for compensation for professional services rendered and reimbursement of expenses incurred in connection with the Debtors' chapter 11 cases, subject to the Court's approval and in compliance with applicable provisions of the Bankruptcy Code, applicable provisions of the Bankruptcy Rules, the Local Rules, guidelines established by the

Office of the United States Trustee for the Southern District of New York (the “*U.S. Trustee Guidelines*”) and any other applicable procedures and orders of the Court.<sup>4</sup>

11. More specifically, the Fee Structure provides for the following compensation:<sup>5</sup>

- (a) Monthly Fee: A monthly fee of \$175,000 in cash (the “*Monthly Fee*”), payable on the 3rd day of each month until the earlier of the completion of the Restructuring or the termination of Lazard’s engagement. Monthly Fees paid with respect to the first four months of Lazard’s engagement shall be credited (without duplication) against any Restructuring Fee, Sale Transaction Fee, Minority Sale Transaction Fee or Financing Fee (other than the Specified Investor Financing Fee) payable; *provided that*, such credit shall only apply to the extent that such fees are approved in their entirety by the Court.
- (b) Restructuring Fee: A fee equal to \$6,000,000 payable upon consummation of a Restructuring (a “*Restructuring Fee*”).
- (c) Sale Transaction Fee:
  - (i) If, whether in connection with the consummation of a Restructuring or otherwise, the Debtors consummate a Sale Transaction incorporating all or a majority of the assets or all or a majority or controlling interest in the equity securities of the Debtors, Lazard shall be paid a fee (the “*Sale Transaction Fee*”) equal to the greater of (A) the fee calculated based on the Aggregate Consideration as set forth in Schedule I to the Engagement Letter or (B) the Restructuring Fee.
  - (ii) If, whether in connection with the consummation of a Restructuring or otherwise, the Debtors consummate any Sale Transaction not covered by clause (i) above, the Debtors shall pay Lazard a fee (the “*Minority Sale Transaction Fee*”) based on the Aggregate Consideration calculated as set forth in Schedule I to the Engagement Letter. One-half of any Minority Sale Transaction Fee shall be credited against any Restructuring Fee or Sale Transaction Fee.
  - (iii) Any Sale Transaction Fee or Minority Sale Transaction Fee shall be payable upon consummation of the applicable Sale Transaction.

---

<sup>4</sup> The Debtors intend to file a motion to establish procedures for interim compensation and reimbursement of expenses for professionals (the “Interim Compensation Procedures”).

<sup>5</sup> Capitalized terms used but not otherwise defined herein shall have the meaning set forth in the Engagement Letter.

(d) Financing Fee:

- (i) If the Debtors consummate a Financing for which cash proceeds are provided or made available (including any “undrawn” portions) by the entities identified on Schedule II to the Engagement Letter, upon consummation the Debtors shall pay Lazard a fee (the “*Specified Financing Fee*”) equal to 1% of the gross proceeds provided or made available (including any “undrawn” portions) by such entities, up to a maximum of \$4,000,000. To the extent that such Financing also includes proceeds provided or made available (including any “undrawn” portions) by persons or entities not identified on Schedule II to the Engagement Letter, the fee with respect to such portion of the proceeds provided or made available (including any “undrawn” portions) by parties other than those identified on Schedule II to the Engagement Letter shall be calculated in accordance with Section 10(d)(ii) below. Any Specified Financing Fee shall not be credited against any Restructuring Fee or Sale Transaction Fee subsequently payable.
- (ii) If the Debtors consummate any Financing involving entities other than, or in addition to, those set forth on Schedule II to the Engagement Letter, upon consummation the Debtors shall pay Lazard a fee (the “*Financing Fee*”) equal to the amount set forth in Schedule III to the Engagement Letter with respect to any cash proceeds provided or made available (including any “undrawn” portions) by persons or entities other than those on Schedule II to the Engagement Letter. One-half of any Financing Fee(s) shall be credited against any Restructuring Fee or Sale Transaction Fee subsequently payable.

12. In addition to any fees payable to Lazard and, regardless of whether any transaction occurs, the Debtors shall promptly reimburse Lazard for all (a) reasonable expenses (including travel and lodging, data processing and communications changes, courier services and other appropriate expenditures) and (b) other reasonable fees and expenses, including expenses of counsel, if any.

13. The Fee Structure is consistent with, and typical of, compensation arrangements entered into by Lazard and other comparable firms in connection with the rendering of similar services under like circumstances. After such comparison, the Debtors believe that the Fee Structure is reasonable, market-based and designed to fairly compensate Lazard for its work.

14. Additionally, the Fee Structure reflects the difficulty and challenging nature of Lazard's engagement. As such, Lazard's restructuring expertise, as well as its capital markets knowledge, financing skills and mergers and acquisitions expertise, some or all of which may be required by the Debtors during the term of Lazard's engagement in these chapter 11 cases, were important factors in determining the Fee Structure. The Debtors believe that the ultimate benefit of Lazard's services cannot be measured by reference to the number of hours to be expended by Lazard's professionals in the performance of such services and the Fee Structure is not a "bonus" or fee enhancement. Rather, the Debtors and Lazard have agreed upon the Fee Structure anticipating that a substantial commitment of professional time and effort will be required of Lazard and its professionals in connection with these chapter 11 cases and in light of the fact that (a) such commitment may foreclose other opportunities for Lazard and (b) the actual time and commitment required of Lazard and its professionals to perform its services under the Engagement Letter may vary substantially, thereby creating "peak load" issues for Lazard.

15. Lazard will file interim and final fee applications for the allowance of compensation for services rendered and reimbursement of expenses incurred in accordance with the applicable provisions of the Bankruptcy Code, the Bankruptcy Rules, the Local Rules, the U.S. Trustee Guidelines and the Interim Compensation Procedures, if approved.

16. The Debtors intend for Lazard to receive payment of its fees on a fixed-rate and percentage basis, which is customary in the investment banking industry. The Debtors have been informed by Lazard that it is not the general practice of investment banking firms to keep detailed time records similar to those customarily kept by attorneys or to keep time records on a "project category" basis. To the extent Lazard would be required to submit more detailed time records for its professionals by the Bankruptcy Code, the Bankruptcy Rules, the Local Rules, the

U.S. Trustee Guidelines or any other applicable procedures and orders of the Court, the Debtors request that Lazard be permitted to submit summary time records kept in one-half hour increments in applications for payment of compensation. Accordingly, to the extent necessary, based on the foregoing, the Debtors respectfully seek waiver of the information requirements set forth in the Bankruptcy Code, the Bankruptcy Rules, the Local Rules and any other applicable procedures and orders of the Court.

17. The Debtors do not owe Lazard any fees for services performed or expenses incurred under the Engagement Letter before the Petition Date. According to the books and records of Lazard, during the 90 days before the commencement of these chapter 11 cases, Lazard received \$536,033.36 for professional services performed and expenses incurred.

#### **E. Indemnification**

18. As part of the overall compensation payable to Lazard under the terms of the Engagement Letter, the Debtors have agreed to certain indemnification and related obligations, which appear in an Indemnification Letter attached to the Engagement Letter (the “*Indemnification Letter*” and, together with the Engagement Letter, the “*Lazard Agreement*”). The Indemnification Letter provides, among other things, that the Debtors will indemnify and hold harmless Lazard and its affiliates and its and their respective directors, officers, agents, employees and controlling persons under certain circumstances specified in the Indemnification Letter.

19. Both the Debtors and Lazard believe that such provisions are customary and reasonable for financial advisory and investment banking engagements, both out-of-court and in chapter 11 cases. *See, e.g., In re Northwest Airlines Inc.*, Case No. 05-17930 (Bankr. S.D.N.Y. July 20, 2006); *In re Calpine Corp.*, Case No. 05-60200 (Bankr. S.D.N.Y. May 2, 2006); *In re*

*Delphi Corp.*, Case No. 05-44481 (Bankr. S.D.N.Y. Nov. 30, 2005); *In re Tower Auto., Inc.*, Case No. 05-10578 (Bankr. S.D.N.Y. June 15, 2005).

20. The Engagement Letter's reimbursement and indemnification provisions were negotiated by Citadel and Lazard at arm's-length and in good faith. Further, the indemnification provisions, viewed in conjunction with the other terms of Lazard's proposed retention, are reasonable and in the best interests of the Debtors in light of the fact that the Debtors require Lazard's services to successfully restructure. Accordingly, the Debtors request that the Court approve Lazard's retention, including the reimbursement and indemnification provisions reflected in the Indemnification Letter.

**F. No Duplication of Services**

21. The Debtors intend that the services of Lazard will complement, and not duplicate, the services being rendered by other professionals retained in these chapter 11 cases, including Alvarez & Marsal North America, LLC. Lazard understands that the Debtors have retained and may retain additional professionals during the term of the engagement and will work cooperatively with such professionals to integrate any respective work conducted by the professionals on behalf of the Debtors.

**G. Lazard's Disinterestedness**

22. To the best of the Debtors' knowledge and except to the extent disclosed in the Ridings Declaration, Lazard does not (a) hold or represent an interest adverse to the Debtors' estates or (b) have any connection to the Debtors, their creditors or other relevant parties.

**Supporting Authority**

23. The Debtors seek approval of the Engagement Letter and the Fee Structure contained therein pursuant to section 328(a) of the Bankruptcy Code, which provides, in relevant part, that the Debtors "with the court's approval, may employ or authorize the employment of a

professional person under section 327 . . . on any reasonable terms and conditions of employment, including on a retainer, on an hourly basis, on a fixed or percentage fee basis, or on a contingent fee basis . . . .” 11 U.S.C. § 328(a). Accordingly, section 328 permits the compensation of professionals, including investment bankers and financial advisors, on more flexible terms that reflect the nature of their services and market conditions. As the United States Court of Appeals for the Fifth Circuit recognized in *Donaldson Lufkin & Jenrette Sec. Corp. v. Nat’l Gypsum (In re Nat’l Gypsum Co.)*:

Prior to 1978 the most able professionals were often unwilling to work for bankruptcy estates where their compensation would be subject to the uncertainties of what a judge thought the work was worth after it had been done. That uncertainty continues under the present § 330 of the Bankruptcy Code, which provides that the court award to professional consultants “reasonable compensation” based on relevant factors of time and comparable costs, etc. Under present § 328 the professional may avoid that uncertainty by obtaining court approval of compensation agreed to with the trustee (or debtor or committee).

123 F.3d 861, 862 (5th Cir. 1997) (internal citations and emphasis omitted).

24. Further, under the Bankruptcy Abuse Prevention and Consumer Protection Act of 2005, certain modifications were made to section 328(a) of the Bankruptcy Code, which now provides as follows:

The trustee, or a committee appointed under section 1102 of this title, with the court’s approval, may employ or authorize the employment of a professional person under section 327 or 1103 of this title, as the case may be, on any reasonable terms and conditions of employment, including on a retainer, on an hourly basis, on a fixed or percentage fee basis, or on a contingent fee basis.

See 11 U.S.C. § 328(a) (emphasis added). Thus, section 328(a) of the Bankruptcy Code, as amended, now makes clear that debtors may retain, subject to bankruptcy court approval, a professional on a fixed-fee basis such as the Fee Structure.

25. As set forth above, and notwithstanding approval of the Engagement Letter under section 328 of the Bankruptcy Code, Lazard intends to apply for compensation for professional services rendered and reimbursement of expenses incurred in connection with these chapter 11 cases, subject to the Court's approval and in compliance with applicable provisions of the Bankruptcy Code, the Bankruptcy Rules, the Local Rules and any other applicable procedures and orders of the Court.

26. The Debtors believe that the Fee Structure appropriately reflects the nature and scope of services to be provided by Lazard, Lazard's substantial experience with respect to investment banking and financial advisory services and fee structures typically utilized by Lazard and other leading investment banks and financial advisors who do not bill their clients on an hourly basis. Courts in this district and other districts have routinely approved similar fee arrangements in chapter 11 cases of comparable size and complexity. *See, e.g., In re Charter Commc'ns, Inc.*, Case No. 09-11435 (Bankr. S.D.N.Y. Apr. 15, 2009); *In re Tronox Inc.*, Case No. 09-10156 (Bankr. S.D.N.Y. Apr. 7, 2009); *In re Northwest Airlines Inc.*, Case No. 05-17930 (Bankr. S.D.N.Y. July 20, 2006); *In re Calpine Corp.*, Case No. 05-60200 (Bankr. S.D.N.Y. May 2, 2006); *In re Delphi Corp.*, Case No. 05-44481 (Bankr. S.D.N.Y. Nov. 30, 2005); and *In re Tower Auto., Inc.*, Case No. 05-10578 (Bankr. S.D.N.Y. June 15, 2005).

27. Furthermore, denying the relief requested herein would deprive the Debtors of the assistance of a highly qualified investment banking firm, which would disadvantage the Debtors and all parties-in-interest. The Debtors would be forced to engage a new financial advisor and investment banker lacking the same understanding of the Debtors' business and restructuring initiatives — both already in progress. Engaging a new financial advisor and investment banker would therefore require the Debtors to expend additional time and resources — all of which are



in short supply. Accordingly, the Debtors respectfully submit that the services provided by Lazard are critical to the success of these chapter 11 cases and request that the Court approve the Engagement Letter in substantially the form attached hereto.

28. In light of the foregoing, and given the numerous issues that Lazard may be required to address in the performance of its services hereunder, Lazard's commitment to the variable level of time and effort necessary to address all such issues as they arise and the market prices for Lazard's services for engagements of this nature, the Debtors believe that the terms and conditions of the Engagement Letter (including the Fee Structure) and the Indemnification Letter are fair, reasonable and market-based under the standards set forth in section 328(a) of the Bankruptcy Code.

#### **Jurisdiction**

29. Pursuant to 28 U.S.C. §§ 157 and 1334 and Standing Order M-61 of the United States District Court for the Southern District of New York, dated July 10, 1984 (Ward, Acting C.J.), the Court has jurisdiction to consider and grant the relief requested herein. A proceeding to consider and grant such relief is a core proceeding pursuant to 28 U.S.C. § 157(b). Venue is proper before this Court pursuant to 28 U.S.C. §§ 1408 and 1409.

#### **Waiver of Bankruptcy Rules 6004(a) and 6004(h)**

30. To implement the foregoing successfully, the Debtors seek a waiver of the notice requirements under Bankruptcy Rule 6004(a) and the 10-day stay of an order authorizing the use, sale or lease of property under Bankruptcy Rule 6004(h).

#### **Motion Practice**

31. This application includes citations to the applicable rules and statutory authorities upon which the relief requested herein is predicated, and a discussion of their application to this application. Moreover, in addition to all entities otherwise entitled to receive notice, the Debtors

have given notice of this application to all entities believed to have or be claiming an interest in the subject matter of the proposed order or who, it is believed, otherwise would be affected by the proposed order. Accordingly, the Debtors submit that this application satisfies Local Rule 9013-1.

### **Notice**

32. No trustee, examiner or creditors' committee has been appointed in these chapter 11 cases. The Debtors have provided notice of this application to: (a) the Office of the United States Trustee for the Southern District of New York; (b) the entities listed on the Consolidated List of Creditors Holding the 50 Largest Unsecured Claims filed pursuant to Bankruptcy Rule 1007(d); (c) counsel to the agent under the Debtors' prepetition secured term loan; (d) the indenture trustees for the Debtors' prepetition 8.0% and original Convertible Subordinated Notes; (e) the Internal Revenue Service; (f) the Securities and Exchange Commission; and (g) the Federal Communications Commission. A copy of the motion is also available on the website of the Debtors' notice and claims agent, Kurtzman Carson Consultants LLC, at <http://www.kccllc.net/citadel>. The Debtors respectfully submit that no other or further notice need be provided.

### **No Prior Request**

33. No prior motion for the relief requested herein has been made to this or any other court.

WHEREFORE, the Debtors respectfully entry of an order, substantially in the form attached hereto as **Exhibit A**, (a) authorizing the Debtors to employ and retain Lazard as investment banker and financial advisor *nunc pro tunc* to the Petition Date and (b) such other and further relief as it deems just and proper.

Dated: January 8, 2010

/s/ Randy L. Taylor

Randy L. Taylor  
Senior Vice President and Chief Financial  
Officer<sup>1</sup>  
Citadel Broadcasting Corporation

---

<sup>1</sup> The Ridings Declaration is the primary source relied upon for the facts set forth herein.

**EXHIBIT A**

**Proposed Order**

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

---

In re:

CITADEL BROADCASTING CORPORATION, *et al.*,

Debtors.

---

)  
) Chapter 11  
)  
) Case No. 09-17442 (BRL)  
)  
) Jointly Administered  
)

---

**ORDER AUTHORIZING THE DEBTORS' EMPLOYMENT AND  
RETENTION OF LAZARD FRÈRES & CO. LLC AS FINANCIAL ADVISOR  
AND INVESTMENT BANKER *NUNC PRO TUNC* TO THE PETITION DATE**

---

Upon the application (the “*Application*”)<sup>1</sup> of Citadel Broadcasting Corporation and its debtor affiliates (collectively, the “*Debtors*”)<sup>2</sup> for entry of an order, pursuant to sections 327 and 328(a) of title 11 of the United States Code (the “*Bankruptcy Code*”), rule 2014(a) of the Federal Rules of Bankruptcy Procedure (the “*Bankruptcy Rules*”), and rule 2014-1 of the Local Rules for the United States Bankruptcy Court for the Southern District of New York (the “*Local Rules*”), authorizing the Debtors to employ and retain Lazard Frères & Co. LLC (“*Lazard*”) as investment banker and financial advisor *nunc pro tunc* to the Petition Date, pursuant to the terms

---

<sup>1</sup> Capitalized terms used but not otherwise defined herein shall have the meanings set forth in the Application.

<sup>2</sup> The Debtors in these chapter 11 cases are: Alphabet Acquisition Corporation; Atlanta Radio, LLC; Aviation I, LLC; Chicago FM Radio Assets, LLC; Chicago License, LLC; Chicago Radio Assets, LLC; Chicago Radio Holding, LLC; Chicago Radio, LLC; Citadel Broadcasting Debtors; Citadel Broadcasting Corporation; DC Radio Assets, LLC; DC Radio, LLC; Detroit Radio, LLC; iBiquity Digital Corporation; International Radio, Inc.; KBAP-KSCS Radio Group, Ltd.; KLOS Radio, LLC; KLOS Syndications Assets, LLC; KLOS-FM Radio Assets, LLC; LA License, LLC; LA Radio, LLC; Minneapolis Radio Assets LLC; Minneapolis Radio LLC; Network Licenses, LLC; NY License, LLC; NY Radio Assets LLC; NY Radio, LLC; Oklahoma Radio Partners, LLC; Radio Assets, LLC; Radio License Holding I, LLC; Radio License Holding II, LLC; Radio License Holding III, LLC; Radio License Holding IV, LLC; Radio License Holding V, LLC; Radio License Holding VI, LLC; Radio License Holding VII, LLC; Radio License Holding VIII, LLC; Radio License Holding IX, LLC; Radio License Holding X, LLC; Radio License Holding XI, LLC; Radio License Holding XII, LLC; Radio Networks, LLC; Radio Watermark, Inc.; REACH Media Inc.; San Francisco Radio Assets, LLC; Inc.; San Francisco Radio, LLC; SF License, LLC; WBAP-KSCS Acquisition Partner, LLC; WBAP-KSCS Assets, LLC; WBAP-KSCS Radio Acquisition, LLC; and WPLJ Radio, LLC. The principal corporate locations of the Debtors are: 142 West 57th Street, 11th Floor, New York, New York 10019; and 7201 W. Lake Mead Blvd., Suite 400, Las Vegas, Nevada 89128. The service address for all of the Debtors is 7201 W. Lake Mead Blvd., Suite 400, Las Vegas, Nevada 89128.

of the engagement letter between the Debtors and Lazard, dated as of May 20, 2009 (the “*Engagement Letter*”), and the related indemnification agreement between the Debtors and Lazard, dated as of May 20, 2009 (the “*Indemnification Letter*” and, together with the Engagement Letter, the “*Lazard Agreement*”); and the Court having jurisdiction to consider the Application and the relief requested therein pursuant to 28 U.S.C. § 1334; and consideration of the Application and the relief requested therein being a core proceeding pursuant to 28 U.S.C § 157(b); and venue being proper before this Court pursuant to 28 U.S.C § 1408 and 1409; and the Court being satisfied that notice of the Application and opportunity for a hearing on the Application was appropriate under the particular circumstances and that no other or further notice need be provided; and the Court having reviewed the Application and determined that the employment of Lazard by the Debtors is necessary and in the best interests of the Debtors’ estates, their creditors and other parties in interest, and that the terms of the Lazard Agreement are reasonable terms for purposes of section 328(a) of the Bankruptcy Code; and the Court having considered the declaration of Barry Ridings, Vice Chairman of U.S. Investment Banking of Lazard (the “*Ridings Declaration*”) filed in support of the Application and attached thereto as **Exhibit B**; and the Court being satisfied that Lazard neither holds nor represents any interest adverse to the Debtors’ estates with respect to the matters upon which it is to be employed; and the Court having determined that Lazard is a “disinterested person” as that term is defined in section 101(14) of the Bankruptcy Code; and the Court having determined that the legal and factual bases set forth in the Application establish just cause for the relief granted herein; and upon all of the proceedings had before this Court; and after due deliberation and sufficient cause appearing therefore, it is hereby

1. ORDERED, that the Application is granted as set forth herein, *nunc pro tunc* to the Petition Date; and it is further

2. ORDERED, that the Debtors are authorized, pursuant to sections 327 and 328(a) of the Bankruptcy Code, Bankruptcy Rule 2014, and Local Rule 2014-1, to employ and retain Lazard as their investment banker in accordance with the terms and conditions set forth in the Lazard Agreement, effective *nunc pro tunc* to the Petition Date; and it is further

3. ORDERED, that Lazard's compensation as set forth in the Lazard Agreement, including, without limitation, the Restructuring Fee, the Sale Transaction Fee, the Minority Sale Transaction Fee, the Financing Fee, the Specified Financing Fee and the Monthly Fee (each as defined in the Lazard Agreement), is approved pursuant to section 328(a) of the Bankruptcy Code and Lazard shall be compensated and reimbursed pursuant to section 328(a) of the Bankruptcy Code in accordance with the terms of the Lazard Agreement, subject to the procedures set forth in the Bankruptcy Code, the Bankruptcy Rules, the Local Rules and any other applicable orders of this Court; and it is further

4. ORDERED, that Lazard shall file fee applications for interim and final allowance of compensation and reimbursement of expenses pursuant to the procedures set forth in sections 330 and 331 of the Bankruptcy Code; provided, however, that notwithstanding anything to the contrary set forth above, the United States Trustee retains all rights to object to Lazard's interim and final fee applications (including expense reimbursement) on all grounds including the reasonableness standard provided for in section 330 of the Bankruptcy Code; and it is further

5. ORDERED, that Lazard shall be excused from keeping time records for services rendered in one-tenth of an hour increments, and instead shall only be required to maintain time records in half hour increments; and it is further

6. ORDERED, that none of the fees payable to Lazard shall constitute a “bonus” or fee enhancement under applicable law; and it is further

7. ORDERED, that the terms of the Lazard Agreement are approved in all respects except as limited or modified herein; and it is further

8. ORDERED, that Section 11 of the Engagement Letter is hereby amended by deleting the portion of the last sentence thereof, starting with the words “nothing herein is intended...” Notwithstanding any provision to the contrary in the Engagement Letter, Lazard is being engaged as and shall be deemed to be an independent contractor, it being understood that Lazard shall have no authority to bind, or otherwise act as agent, executor, administrator, trustee, lawyer or guardian for the Debtors, nor shall Lazard have the authority to manage money or property of the Debtors.

9. ORDERED, that in the event Lazard seeks reimbursement for attorneys’ fees pursuant to the terms of the Lazard Agreement, the invoices and supporting time records from such attorneys shall be included in Lazard’s own application and such invoices and time records shall be subject to the United States Trustee guidelines for compensation and reimbursement of expenses and the approval of the Bankruptcy Court under the standards of sections 330 and 331 of the Bankruptcy Code; and it is further

10. ORDERED, that the Debtors shall be bound by the indemnification, contribution, reimbursement, exculpation and other provisions of the Lazard Agreement and will indemnify and hold harmless Lazard and its affiliates, and its and their respective directors, officers, members, agents, employees and controlling persons, and each of their respective successors and assigns (collectively, the “*Indemnified Persons*”), pursuant to the Lazard Agreement and, during the pendency of these chapter 11 cases, subject to the following conditions:



- (i) All requests of Indemnified Persons for payment of indemnity, contribution or otherwise pursuant to the Indemnification Letter shall be made by means of an interim or final fee application and shall be subject to the approval of, and review by, the Court to ensure that such payment conforms to the terms of the Lazard Agreement, the Bankruptcy Code, the Bankruptcy Rules, the Local Rules and the orders of this Court; provided, however, that in no event shall an Indemnified Person be indemnified or receive contribution to the extent that any claim or expense has resulted from the bad-faith, self-dealing, breach of fiduciary duty, if any, gross negligence or willful misconduct on the part of that or any other Indemnified Person;
- (ii) In no event shall an Indemnified Person be indemnified or receive contribution or other payment under the indemnification provisions of the Lazard Agreement if the Debtors, their estates or the official committee of unsecured creditors assert a claim, to the extent that the Court determines by final order that such claim resulted from the bad-faith, self-dealing, breach of fiduciary duty, if any, gross negligence, or willful misconduct on the part of that or any other Indemnified Person; and
- (iii) In the event an Indemnified Person seeks reimbursement for attorneys' fees from the Debtors pursuant to the Lazard Agreement, the invoices and supporting time records from such attorneys shall be annexed to Lazard's own interim and final fee applications, and such invoices and time records shall be subject to the United States Trustee's Guidelines for compensation and reimbursement of expenses and the approval of the Court under the standards of sections 330 and 331 of the Bankruptcy Code without regard to whether such attorney has been retained under section 327 of the Bankruptcy Code and without regard to whether such attorney's services satisfy section 330(a)(3)(C) of the Bankruptcy Code; and it is further

11. ORDERED, that the Debtors are authorized to take all actions necessary to effectuate the relief granted pursuant to this Order; and it is further

12. ORDERED, that to the extent this Order is inconsistent with the Lazard Agreement, this Order shall govern; and it is further

13. ORDERED, that this Court retains jurisdiction with respect to all matters arising from or related to the implementation of this Order.

New York, New York  
Date: \_\_\_\_\_, 2010

---

Honorable Burton R. Lifland  
United States Bankruptcy Judge

**EXHIBIT B**

**Ridings Declaration**

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

---

In re:

CITADEL BROADCASTING CORPORATION, *et al.*,

Debtors.

---

)  
) Chapter 11  
)  
) Case No. 09-17442 (BLR)  
)  
) Jointly Administered  
)

**DECLARATION OF BARRY RIDINGS IN SUPPORT OF THE  
DEBTORS' APPLICATION FOR ENTRY OF AN ORDER  
AUTHORIZING THE EMPLOYMENT AND RETENTION OF  
LAZARD FRÈRES & CO. LLC AS FINANCIAL ADVISOR  
AND INVESTMENT BANKER *NUNC PRO TUNC* TO THE PETITION DATE**

Barry Ridings, being duly sworn according to law, upon his oath, deposes and says:

1. I am a Managing Director of Lazard Frères & Co. LLC ("***Lazard***" or the "***Firm***"), which has its principal office at 30 Rockefeller Plaza, New York, New York. I am authorized to execute this declaration on behalf of Lazard. Unless otherwise stated in this declaration, I have personal knowledge of the facts set forth herein.<sup>1</sup>

2. This declaration is being submitted in connection with the proposed retention of Lazard as financial advisor and investment banker for Citadel Broadcasting Corporation and its affiliated debtors and debtors in possession (collectively, the "***Debtors***") to perform services as set forth in the application seeking to retain Lazard (the "***Application***").

3. Lazard is the U.S. operating subsidiary of a preeminent international financial advisory and asset management firm. Lazard, together with its predecessors and affiliates, has been advising clients around the world for over 150 years. Lazard has dedicated professionals who provide restructuring services to its clients.

---

<sup>1</sup> Certain disclosures herein relate to matters within the personal knowledge of other professionals at Lazard and are based on information provided by them.

4. The current managing directors, directors, vice presidents and associates of Lazard have extensive experience working with financially troubled companies in complex financial restructurings out-of-court and in chapter 11 proceedings. Lazard and its principals have been involved as advisor to debtor, creditor and equity constituencies and government agencies in many reorganization cases. Since 1990, Lazard professionals have been involved in over 250 restructurings, representing over \$1 trillion in debtor assets.

5. In connection with its proposed retention by the Debtors in these cases, Lazard undertook to determine whether Lazard had any conflicts or other relationships that might cause it not to be disinterested or to hold or represent an interest adverse to the Debtors. Specifically, Lazard obtained from the Debtors and/or their representatives the names of individuals and entities that may be parties in interest in these chapter 11 cases (the “*Potential Parties in Interest*”) and such parties are listed on **Schedule 1** annexed hereto.

6. Lazard has researched its electronic client files and records to determine its connections with the Potential Parties in Interest. Pursuant to our engagement letter with Citadel Broadcasting Corporation, Lazard may provide services to non-debtor affiliates of the Debtors. To the extent that I have been able to ascertain that Lazard has been retained within the last three years to represent any of the other Potential Parties in Interest (or their apparent affiliates, as the case may be) in matters unrelated to these cases, such parties are listed on **Schedule 2** annexed hereto. Lazard’s representation of each entity listed on **Schedule 2** (or its apparent affiliate, as the case may be), however, was or is only on matters that are unrelated to these cases and, except as described in paragraph 8 below, the Debtors. Other than as listed on Schedule 2, I am unaware of any engagements of Lazard by the Potential Parties in Interest within the last three years. Given the size of the Firm and the breadth of Lazard’s client base, it is possible that

Lazard may now or in the future be retained by one or more of the Potential Parties in Interest in unrelated matters without my knowledge. To the extent that Lazard discovers any, or enters into any new, material relationship with Potential Parties in Interest, it will supplement this disclosure to the Court promptly.

7. In addition to the parties listed on Schedule 2, Lazard may also represent, or may have represented, affiliates of Potential Parties in Interest and Lazard may have worked with, continue to work with, and/or have mutual clients with, certain accounting and law firms who appear on the Potential Parties in Interest list. Lazard may also represent, or may have represented in the past, committees or groups of lenders or creditors in connection with certain restructuring or refinancing engagements, which committees or groups include, or included, entities that appear on the Potential Parties in Interest list.

8. Lazard notes that in 2006 it represented The Walt Disney Company (“*Disney*”) in connection with the separation of the ABC Radio business from Disney and related combination of the ABC Radio business with Citadel Broadcasting Corporation. All of the services that Lazard provided to Disney in connection with such transaction were unrelated to these cases. Lazard does not believe that this prior engagement by Disney constitutes a conflict, or causes it not to be disinterested, with respect to these cases.

9. Although we have researched the Potential Parties in Interest list, the Debtors may have customers, creditors, competitors and other parties with whom they maintain business relationships that are not included as Potential Parties-in-Interest and with whom we may maintain business relationships. Additionally, as noted above, Lazard is the U.S. operating subsidiary of an international financial advisory and asset management firm and thus has several legally separate and distinct affiliates. Although it is possible that employees of certain affiliates

may assist Lazard in connection with Lazard's engagement, as Lazard is the only entity being retained by the Debtors, we have researched only the electronic client files and records of Lazard, not of all of its affiliates, to determine connections with any Potential Parties in Interest.

10. Lazard also has an asset management affiliate, Lazard Asset Management LLC ("**LAM**"). While Lazard receives payments from LAM generated by LAM's business operations, LAM is operated as a separate and distinct affiliate and is separated from the Firm's other businesses, including Lazard's financial advisory services group and its managing directors and employees advising the Debtors, by an ethical wall. As part of its regular business operations, LAM may act as investment advisor for or trade securities (including in discretionary client accounts, and through LAM's operation of hedge funds and mutual funds, in which cases investment decisions are made by LAM), including on behalf of creditors, equity holders or other parties in interest in these cases, and Lazard or its affiliates, managing directors and employees. Some of these LAM accounts and funds may now or in the future hold debt or equity securities of the Debtors. Lazard has in place compliance procedures to ensure that no confidential or non-public information concerning the Debtors has been or will be available to employees of LAM.<sup>2</sup>

11. Other than as disclosed herein, Lazard has no relationship with the Debtors of which I am aware after due inquiry.

---

<sup>2</sup> Effective May 10, 2005, Lazard transferred its alternative investments business (which includes fund management and investment) and capital markets business (which includes equity research, syndicate, sales and trading) to new privately-held companies, Lazard Alternative Investments LLC ("**LAI**") and Lazard Capital Markets LLC ("**LCM**"), respectively, which are neither owned nor controlled by Lazard. LAI and LCM are owned and operated by LFCM Holdings LLC ("**LFCM**"), which is owned in large part by Lazard managing directors. LFCM is separate from Lazard and its businesses, including its financial advisory services group and its managing directors and employees advising the Debtors. LFCM does not hold any proprietary interest in any of the Debtors' debt or equity securities. Potential Parties-in-Interest may be customers of LFCM or investors in funds managed by subsidiaries of LFCM and LCM may have acted as underwriter in connection with offerings by Potential Parties-in-Interest (to the extent LCM has so acted as underwriter in the last three years such parties have been listed on Schedule 2).

12. Lazard has provided and agrees to continue to provide assistance to the Debtors in accordance with the terms and conditions set forth in the application, the Lazard engagement letter and related indemnification letter, which is annexed to the application as **Exhibit A**. Accordingly, I make this declaration in support of an order authorizing such retention.

13. It is the intention of Lazard to seek compensation for its services as described in the Application and the Engagement Letter in accordance with the Bankruptcy Code, the Bankruptcy Rules, the United States Trustees' Guidelines, any and all rules of this Court, and the compensation procedures proposed by the Debtors.

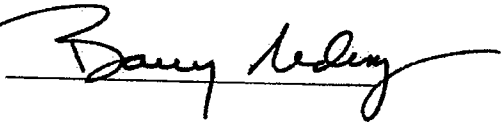
14. Lazard charges its clients for reasonably incurred, out-of-pocket expenses associated with an assignment. All such expense billings are in accordance with Lazard's customary practices.

15. Based upon the foregoing, I believe Lazard is disinterested as defined in section 101(14) of the Bankruptcy Code and does not hold or represent an interest materially adverse to the Debtors or their estates.

I declare under the penalty of perjury that the foregoing is true and correct, to the best of my knowledge.



LAZARD FRERES & CO. LLC

By: 

Name: Barry Ridings

Title: Managing Director

## **SCHEDULE 1**

### **List of Schedules**

<b>Schedule</b>	<b>Category</b>
1(a)	Current and Recent Former Entities Affiliated with the Debtors
1(b)	Current and Recent Former Directors and Officers
1(c)	Significant Contract Counterparties
1(d)	Significant Customers
1(e)	Greater than 5% Equity Holders
1(f)	Indenture Trustees
1(g)	Holders of Bonds and Beneficiaries of Letters of Credit
1(h)	Lease Counterparties
1(i)	Lenders
1(j)	Litigation Parties
1(k)	Professionals
1(l)	Significant Vendors
1(m)	Sureties, Insurers and Obligees
1(n)	Tax Authorities
1(o)	Top Fifty Unsecured Creditors
1(p)	United States Trustee for the Southern District of New York (and Key Staff Members)
1(q)	Utility Providers

## **SCHEDULE 1(a)**

### **CURRENT AND RECENT FORMER ENTITIES AFFILIATED WITH THE DEBTORS**

222 JV Clear Channel	NY Radio Assets LLC
2L Corp.	NY Radio LLC
Alphabet Acquisition Corp.	Oklahoma Radio Partners LLC
Atlanta Radio LLC	Radio Assets LLC
Aviation I LLC	Radio Disney Network
CG Meridian Entertainment	Radio License Holding I LLC
CG Meridian LLC	Radio License Holding II LLC
Chicago FM Radio Assets LLC	Radio License Holding III LLC
Chicago License LLC	Radio License Holding IV LLC
Chicago Radio Assets LLC	Radio License Holding IX LLC
Chicago Radio Holding LLC	Radio License Holding V LLC
Chicago Radio LLC	Radio License Holding VI LLC
Citadel Broadcasting Co.	Radio License Holding VII LLC
Citadel Broadcasting Corp.	Radio License Holding VIII LLC
DC Radio Assets LLC	Radio License Holding X LLC
DC Radio LLC	Radio License Holding XI LLC
Deer Point Tower Venture LLC	Radio License Holding XII LLC
Detroit Radio LLC	Radio Networks LLC
iBiquity Digital Corp.	Radio Today Entertainment Inc.
Innovative Radio Solutions LLC	Radio Watermark Inc.
International Radio Inc.	REACH Media Inc.
KBAP-KSCS Radio Group Ltd.	San Francisco Radio Assets LLC
KLOS Radio LLC	San Francisco Radio LLC
KLOS Syndications Assets LLC	SF License LLC
KLOS-FM Radio Assets LLC	Shoreview FM Group
LA License LLC	Wasatch Radio LLC
LA Radio LLC	WBAP-KSCS Acquisition Partner LLC
Last Bastion Trust LLC, The	WBAP-KSCS Assets LLC
Minneapolis Radio Assets LLC	WBAP-KSCS Radio Acquisition LLC
Minneapolis Radio LLC	WBAP-KSCS Radio Group Ltd.
Nashville Tower	White Cloud Aviation LLC
Network Licenses LLC	WPLJ Radio LLC
NY License LLC	

## **SCHEDULE 1(b)**

### **CURRENT AND RECENT FORMER DIRECTORS AND OFFICERS**

Brown, Katherine  
Checketts, David W.  
Ellis, Judith A.  
Forstmann, J. Anthony  
Forstmann, Theodore J.  
Freedline, Robert G.  
Holmes, Gordon A.  
Horbach, Sandra J.  
Miles, Michael A.  
Orr, Jacquelyn J.  
Regan, Michael J.  
Reifenheiser, Thomas V.  
Rose, Charles P., Jr.  
Siegel, Herbert J.  
Smith, Wayne T.  
Stratford, Patricia  
Suleman, Farid  
Taylor, Randy L  
.

## **SCHEDULE 1(c)**

### **SIGNIFICANT CONTRACT COUNTERPARTIES**

12 Stops Inc.	KSFO Staff Announcers and Freelance (AFTRA)
260-261 Madison Avenue	KSL Mountain Top
ABC Inc.	Kurt, Alexander
ABC News	Lakepointe West LLC
AFTRA National Code	Learfield Communications Inc.
American Tower Corp.	Liberty Square Inc.
Apex Broadcasting Inc.	LKBOC LLC-11-08 JP Morgan Chase
Arbitron Inc.	Me and Marconi Inc.
Baisden Enterprises	Mericle Properties
Baisden, Michael	NABET
BAL Corporate Aviation LLC	Network Staff Newspersons (AFTRA)
Barnard Co. Inc.	Oak Ridge FM Inc.
Beckmann, Frank	One City Center
Big Boy	Port of San Francisco, Commercial Property Manager
Brooks, Kix	Premiere Radio Networks Inc.
Brzezinski, Mika	Price Development
Buffalo Bills Inc.	R&R Investor Ltd.
C Student Entertainment	Reach Media
Crimson Tide Sports Marketing	REIT Management & Research LLC
CSM Investors Inc.	Richard RB Ellis
Cuzco LLC	Richland Towers Inc.
Disney CORE Services	RK Lowe Revocable Trust
District of Columbia Joint Tower Venture	Scarborough, Job
Emmis Communications Corp.	SES Americom Inc.
Empire State Building Co. LLC	Smith, Paul W.
Forgotten Town LLC	Tennessee Titans
Fourth & Roma Properties Trust	TMP Tiffany Square
Gilbert, Edward F.	Triple Net Properties LLC
Gilbert, Mary Lou	Triple Net-Campau Building Co.
Hanco Ltd.	Vornado Two Penn Plaza LLC
Host Communications	WABC Staff Announcers (AFTRA)
Interstate North Office Park	WABC Staff Newspersons (AFTRA)
ISP-International Sports Properties Inc.	West Coast Regional Code
Jack Diamond Enterprises	Wicks Broadcast Solutions LLC
Jenifer Street LP	WJZW Announcers (AFTRA)
KABC Announcers and Freelance (AFTRA)	WLS Television Inc.
KABC/KLOS office clerical (STDU)	WLS/WZZN Announcers and Newspersons
KGO Staff Announcers and Newspersons (AFTRA)	WMAL and WRQX Announcers and Newspersons
KGO Television Inc.	WPLJ FM Talent Agreement
KLOS Staff Announcers and Freelance (AFTRA)	YSS LLC

## **SCHEDULE 1(d)**

### **SIGNIFICANT CUSTOMERS**

AT&T Inc.  
Brinker International  
Charter Communications  
Chevron Corp.  
Chris Christie for NJ Governor  
Comcast Cable  
Comcast Corp.  
Cox Communications  
David Stanley Dodge  
Dunkin Donuts  
Edelman, Ric  
Incentrev Inc.  
Joseph A. Bank  
JP Morgan Chase  
Kroger Co., The  
Marketing Architects  
McDonald's Corp.  
Meijer Inc.  
Michelin Tires  
Michigan State Lottery  
Mutual Fund Store  
Mutual Fund Store  
National City Corp.  
Pepsi Cola  
Sandia Resort & Casino  
Shane Co.  
Sit 'N Sleep Inc.  
Six Flags Inc.  
Sleepy's  
So Cal Toyota  
Soaring Eagle Casino  
Sprint PCS  
Subway  
Tennessee Lottery  
Time Warner Cable  
TI Partnership  
Verizon Wireless

**SCHEDULE 1(e)**

**GREATER THAN 5% EQUITY HOLDERS**

Amalgamated Gadget LP

Forstmann Little & Co. Equity Partnership-VI LP

Forstmann Little & Co. Subordinated Debt and Equity Management Buyout Partnership-VII LP

Forstmann, Theodore J.

Hotchkis & Wiley Capital Management LLC

Wells Fargo & Co.

**SCHEDULE 1(f)**

**INDENTURE TRUSTEES**

HSBC Corporate Trust & Loan Agency  
JP Morgan  
Wilmington Trust FSB



## **SCHEDULE 1(g)**

### **HOLDERS OF BONDS AND BENEFICIARIES OF LETTERS OF CREDIT**

260-261 Madison Avenue LLC  
Ace American Insurance Co.  
Alabama Power Co.  
BAL Corporate Aviation LLC  
Bank of America Leasing & Capital  
Entergy Arkansas Inc.  
Michigan, State of  
New York, State of  
United States Fire Insurance Co.  
Utah, State of

## **SCHEDULE 1(h)**

### **LEASE COUNTERPARTIES**

B&H Investments  
CitiCorp Vendor Finance Inc.  
De Lage Landen Financial Services  
Documation  
Gulf Coast Office Products  
Pacific Office Automation, Inc.  
The Ultimate Software Group, Inc.  
Tuscaloosa Toyota

## **SCHEDULE 1(i)**

### **LENDERS**

40/86 Advisors Inc.	Ares VIII CLO Ltd.
505 CLO I Ltd.	Ares Vir CLO Ltd.
Acas CLO 2007-1 Ltd.	Ares Vr CLO Ltd.
AIG Annuity Insurance Co.	Ares XI CLO Ltd.
AIG Bank Loan Fund Ltd.	Ares XII CLO Ltd.
AIG Global Investment Corp.	Armstrong Loan Funding Ltd.
AIG Saturn CLO Ltd.	Artus Loan Fund 2007-I Ltd.
AIG-Sunamerica Senior Floating Rate Fund Inc.	Atlantis Funding Ltd.
Aim Floating Rate Fund	Atrium V
Aimco CLO Series 2005-A	Avalon Capital Ltd. 3
Aimco CLO Series 2006-A	Avery Point CLO Ltd.
Airlie CLO 2006-I Ltd.	Avery Street CLO Ltd.
Airlie Opportunity Capital Management LP	Babson Capital Management LLC
Aladdin Capital Management LLC	Babson CLO Ltd. 2004 I
Aladdin Flexible Investment Fund SPC Series 2007-1	Babson CLO Ltd. 2004-II
Allstate Investment Management Co.	Babson CLO Ltd. 2005-I
Allstate Life Insurance Co.	Babson CLO Ltd. 2005-II
Alzette European CLO	Babson CLO Ltd. 2005-III
American Capital Ltd.	Babson CLO Ltd. 2006-1
American International Group Inc.	Babson CLO Ltd. 2006-II
American Money Management Corp.	Babson CLO Ltd. 2007-I
Ameriprise Certificate Co.	Babson CLO Ltd. 2008-I
Ammc CLO III Ltd.	Babson Credit Strategies CLO Ltd.
Ammc CLO IV Ltd.	Baltic Funding LLC
Ammc CLO VI Ltd.	Bank of America NA
Ammc VII Ltd.	Bank of New York Mellon Corp., The
Ammc VIII Ltd.	BDCM Fund Adviser LLC
Apidos Capital Management LLC	Belhurst CLO Ltd.
Apidos CDO II	Black Diamond CLO 2005-1 Ltd.
Apidos CDO III	Black Diamond CLO 2006-1 Cayman Ltd.
Apidos CDO IV	Blackstone Debt Advisors LP
Apidos CDO V	Blue Shield of California
Apidos Cinco CDO	Boston Harbor CLO 2004-1 Ltd.
Apidos Quattro CDO	Callidus Capital Management LLC
Ares Enhanced Ln Inv III Ltd.	Callidus Debt Partners CLO Fund VI Ltd.
Ares Enhanced Loan Investment Strategy Ir Ltd.	Callidus Debt Partners CLO Fund VII Ltd.
Ares III Ivr CLO Ltd.	Calyon
Ares IX CLO Ltd.	Calyon, New York Branch
Ares Management LP	Canaras Capital Management LLC
Ares VII CLO Ltd.	Canaras Summit CLO Ltd.
	Canyon Capital Advisors LLC
	Canyon Capital CLO 2004-1 Ltd.
	Canyon Capital CLO 2006-1 Ltd.

Canyon Capital CLO 2007-1 Ltd.  
 Capitalsource Bank  
 Castle Hill III CLO Ltd.  
 Castle Hill II-Ingots Ltd.  
 Castle Hill I-Ingots Ltd.  
 Caywood-Scholl Cap Management LLC  
 Celts CLO 2007-1 Ltd.  
 Cent CDO 10 Ltd.  
 Cent CDO 15 Ltd.  
 Cent CDO XI Ltd.  
 Centaurus Loan Trust  
 Centurion CDO 8 Ltd.  
 Centurion CDO 9 Ltd.  
 Centurion CDO VI Ltd.  
 Centurion CDO VII Ltd.  
 Champlain CLO Ltd.  
 Chatham Light II CLO Ltd.  
 Chelsea Park CLO Ltd.  
 Churchill Pacific Asset Management LLC  
 CIFIC Funding 2007-III  
 Cit Asset Management LLC  
 Cit Group/Equipment Financing Inc.  
 Citigroup Alternative Investments LLC  
 Clydesdale CLO 2003 Ltd.  
 Clydesdale CLO 2004 Ltd.  
 Clydesdale CLO 2005 Ltd.  
 Clydesdale CLO 2006 Ltd.  
 Clydesdale CLO 2007-1 Ltd.  
 Clydesdale Strategic CLO I Ltd.  
 CM Life Insurance Co.  
 Coa Caerus CLO Ltd.  
 Cole Brook CBNA Loan Funding LLC  
 Columbus Nova Credit Investments  
 Management LLC  
 Columbusnova CLO IV Ltd. 2007 II  
 Columbusnova CLO Ltd. 2006-1  
 Columbusnova CLO Ltd. 2006-II  
 Columbusnova CLO Ltd. 2007-1  
 Commercial Industrial Finance Corp.  
 Confluent 2 Ltd.  
 Contrarian Capital Management LLC  
 Contrarian Funds LLC  
 Cornerstone CLO Ltd.  
 Credit Agricole SA  
 Credit Industriel et Commercial  
 Credit Lyonnais, New York Branch

Credit Suisse Asset Management  
 Credit Suisse Group AG  
 Credit Suisse, Cayman Islands Branch  
 Csam Funding III  
 Csam Funding IV  
 Cypressstree Investment Management Co.  
 Inc.  
 DC Funding Partners LLC  
 Del Mar CLO I Ltd.  
 Denali Capital CLO V Ltd.  
 Denali Capital CLO VI Ltd.  
 Denali Capital CLO VII Ltd.  
 Deutsche Bank AG  
 Deutsche Bank AG, Cayman Islands Branch  
 Deutsche Bank Trust Co. Americas  
 DiMaio Ahmad Capital LLC  
 Diversified Credit Portfolio Ltd.  
 Dryden VIII-Leveraged Loan CDO 2005  
 Dryden XI-Leveraged Loan CDO 2006  
 Dryden XVI-Leveraged Loan CDO 206  
 Dryden XXI Leveraged Loan CDO Llc  
 Duane Street CLO 1 Ltd.  
 Duane Street CLO II Ltd.  
 Duane Street CLO III Ltd.  
 Duane Street CLO IV Ltd.  
 Duane Street CLO V Ltd.  
 Eagle Creek CLO Ltd.  
 Eaton Vance CDO IX Ltd.  
 Eaton Vance CDO VIII Ltd.  
 Eaton Vance Floating Rate Income Trust  
 Eaton Vance Grayson & Co.  
 Eaton Vance Institutional Senior Loan Fund  
 Eaton Vance Loan Opportunities Fund Ltd.  
 Eaton Vance Management  
 Eaton Vance Medallion Floating Rate  
 Income Portfolio  
 Eaton Vance Senior Debt Portfolio  
 Eaton Vance Senior Floating Rate Trust  
 Eaton Vance Variable Trust Floating Rate  
 Income Fund  
 Emerson Place CLO Ltd.  
 Essex Park CDO Ltd.  
 Fall Creek CLO Ltd.  
 Feingold O'Keeffe Capital LLC  
 Fidelity Advisor Series I-Advisor Floating  
 Rate High Income Fund

Fidelity Investments  
 First Trust Four Corners Senior Floatingrate  
 Income Fund II  
 First Trust/Four Corners Senior Floatingrate  
 Income Fund  
 Firstlight Financial Corp.  
 Firstlight Funding I Ltd.  
 Four Corners Capital Management LLC  
 Four Corners CLO 2005-I Ltd.  
 Four Corners CLO II Ltd.  
 Foxe Basin CLO 2003 Ltd.  
 Franklin Advisers Inc.  
 Franklin CLO V Ltd.  
 Franklin CLO VI Ltd.  
 Franklin Floating Rate Daily Access Fund  
 Franklin Floating Rate Master Series  
 Franklin Total Return Fund  
 Fraser Sullivan Investment Management  
 LLC  
 Galaxy CLO 2003-1 Ltd.  
 Galaxy IV CLO Ltd.  
 Galaxy V CLO Ltd.  
 Galaxy VI CLO Ltd.  
 Galaxy VII CLO Ltd.  
 Galaxy VIII CLO Ltd.  
 Galaxy X CLO Ltd.  
 Gannett Peak CLO I Ltd.  
 GE Business Financial Service  
 General Electric Capital Corp.  
 Genesis CLO 2007-1 Ltd.  
 Goldman Sachs Asset Management LP  
 Goldman Sachs Credit Partners LP  
 Goldman Sachs Group Inc., The  
 Goldman Sachs-Abs Loans 2007 Ltd.  
 Golub Capital Funding Clo-8 Ltd.  
 Golub Capital Management CLO 2007-1  
 Ltd.  
 Golub Capital Management LLC  
 Grand Central Asset Trust Cameron I Ser  
 Ies  
 Grand Central Asset Trust Pfv Series  
 Granite Ventures I Ltd.  
 Granite Ventures II Ltd.  
 Granite Ventures III Ltd.  
 Grant Grove CLO Ltd.  
 Great American Insurance Co.

Great American Life Insurance Co.  
 Green Island CBNA Loan Funding LLC  
 Greyrock CDO Ltd.  
 GSC Group Inc.  
 Gsc Partners CDO Fund V Ltd.  
 Gsc Partners CDO Fund VI Ltd.  
 Gsc Partners CDO Fund VIII Ltd.  
 Gsc Partners Gemini Fund Ltd.  
 GSO Capital Partners LP  
 Hamlet II Ltd.  
 Harbourview CLO 2006-1  
 Hartford Floating Rate Fund, The  
 Hartford Investment Management Co.  
 Hewett S Island CLO VII Ltd.  
 Hillmark Capital Management LP  
 Hudson Canyon Funding II Subsidiary  
 Holding Co. II Llc  
 Ing Capital LLC  
 Ing Corporate Opportunities Segregated  
 Portfolio  
 Ing Gis Distressed Fund Spc  
 Ing International II -Senior Bank Loaneuro  
 Ing Investment Management CLO I Ltd.  
 Ing Investment Management CLO III Ltd.  
 Ing Investment Management CLO Iv Ltd.  
 Ing Investment Management CLO V Ltd.  
 Ing Investment Management LLC  
 Ing Investments LLC  
 Ing Prime Rate Trust  
 Ing Senior Income Fund  
 Invesco Institutional NA Inc.  
 Inwood Park CDO Ltd.  
 Jefferies Capital Management Inc.  
 Jersey Street CLO Ltd.  
 JP Morgan Investment Management Inc.  
 JP Morgan Whitefriars Inc.  
 Jpmcb-Secondary Loan And Distressed  
 Credit Trading  
 Jpmim-Louisiana State Employees  
 Retirement System  
 Jpmorgan Bank  
 Jpmorgan Chase Bank NA  
 Katonah 2007-I CLO Ltd.  
 Katonah Debt Advisors LLC  
 Katonah III Ltd.  
 Katonah IV Ltd.

Katonah V Ltd.  
 Katonah VII Ltd.  
 Katonah VIII CLO Ltd.  
 Katonah X CLO Ltd.  
 Kingsland Capital Management LLC  
 Kingsland I Ltd.  
 Kingsland II Ltd.  
 Kingsland III Ltd.  
 Kingsland IV Ltd.  
 Kingsland V Ltd.  
 KKR Financial CLO 2007-1 Ltd.  
 KKR Financial Corp.  
 Landmark III CDO Ltd.  
 Landmark IV CDO Ltd.  
 Landmark IX CDO Ltd.  
 Landmark V CDO Ltd.  
 Landmark VI CDO Ltd.  
 Landmark VII CDO Ltd.  
 Latitude CLO I  
 Latitude CLO II Ltd.  
 Latitude CLO III Ltd.  
 Lcm I LP  
 Lcm II LP  
 Lcm III Ltd.  
 Lcm IV Ltd.  
 Lcm V Ltd.  
 Lcm VI Ltd.  
 Legg Mason Partners Corporate Loan Fund Inc.  
 Lehman Brothers Asset Management LLC  
 Lightpoint CLO III Ltd.  
 Lightpoint CLO VIII Ltd.  
 Limerock CLO I  
 Loan Funding IX LLC  
 Loan Funding VI LLC  
 Loan Funding XI LLC  
 Loyalis Schade NV  
 Lufkin Advisors LLC  
 Lyon Capital Management  
 Madison Park Funding II Ltd.  
 Madison Park Funding V Ltd.  
 Maplewood Cayman Ltd.  
 Marlborough Street CLO Ltd.  
 Massachusetts Financial Services Co.  
 Massachusetts Mutual Life Insurance Co.  
 McDonnell Investment Management LLC

McDonnell-Illinois State Board of Investment  
 Merrill Lynch & Co. Inc.  
 Merrill Lynch Capital Corp.  
 Mizuho Corporate Bank Ltd.  
 MJX Asset Management LLC  
 Mjx Venture IV CDO Ltd.  
 Monument Park CDO Ltd.  
 Moselle CLO SA  
 Mt Wilson CLO II Ltd.  
 Mt Wilson CLO Ltd.  
 Muir Grove CLO Ltd.  
 Nacm CLO Ii  
 Nash Point CLO  
 Nautique Funding Ltd.  
 Navigare Funding III CLO Ltd.  
 Navigare Partners LLC  
 Ncm Fsim 2008-1 LLC  
 New York Life Investment Management  
 Nicholas-Applegate Capital Management LLC  
 Nomura Bond & Loan Fund  
 Nomura Corporate Research & Asset Management Inc.  
 Nomura-Ncram Loan Trust  
 Norinchukin Bank, The  
 Norinchukin Bank-New York  
 Normura-Ncram Senior Loan Trust 2005  
 Ntcc Multi-Advisor Funds-High Yield Fund-Stone Harbor Investment Partners LP  
 Nuveen Multi-Strategy Income And Growth Fund  
 Nuveen Multi-Strategy Income and Growth Fund 2  
 Nuveen Senior Income Fund  
 Ocean Trails CLO I  
 Octagon Credit Investors LLC  
 Octagon Investment Partners Vii Ltd. Series 2004-7x Class B2I  
 Octagon Investment Partners VIII Ltd.  
 Olympic CLO I Ltd.  
 Oppenheimer Master Loan Fund LLC  
 Oppenheimer Senior Floating Rate Fund  
 Oppenheimer Funds Inc.  
 Ore Hill Partners LLC  
 Pacific Investment Management Co.

Pacific Life Insurance Co.  
 Pangaea Asset Management LLC  
 Par IV Capital Management LLC  
 Petrusse European CLO SA  
 Potential CLO I Ltd.  
 Primus Asset Management Inc.  
 Primus CLO I Ltd.  
 Primus CLO II Ltd.  
 Princeton Advisory Group Inc.  
 Prospect Park CDO Ltd.  
 Prudential Investment Management Inc.  
 Putah8-Interpolis Pensioen Global High  
 Yield Pool  
 Putnam 14-High Yield Trust  
 Putnam 29x-Funds Trust Floating Rate  
 Income Fund  
 Putnam 60-High Yield Advantage Fund  
 Putnam 67-Putnam Variable Trust-Putnam  
 Vt High Yield Fund  
 Putnam 73-Premier Income Trust  
 Putnam 74-Master Intermediate Income  
 Trust  
 Putnam 75-Diversified Income Trust  
 Putnam 961-Variable Trust Diversified  
 Income Fund  
 Putnam Advisory Co. LLC  
 Putnam Diversified Income Trust Cayman  
 Master Fund  
 Putnam Investment Management LLC  
 R2 Top Hat Ltd.  
 Race Point II CLO  
 Race Point III CLO  
 Race Point IV CLO Ltd.  
 Regatta Funding Ltd.  
 Riverside Park CLO Ltd.  
 Riversource 106 Bond Series Inc.-Floating  
 Rate Fund  
 Riversource Cent CDO 12 Ltd.  
 Riversource Cent CDO 14 Ltd.  
 Riversource Investments LLC  
 Riversource Strategic Income Allocation  
 Fund  
 Rosedale CLO Ltd.  
 Royal Bank of Scotland Plc  
 Royal Bank of Scotland Plc, New York  
 Branch

Sagamore CLO Ltd.  
 San Francisco City & County Employees  
 Retirement System  
 San Gabriel CLO I Ltd.  
 Sandler Capital Management  
 Sandler Capital Structure Opportunities  
 Master Fund Ltd.  
 Sankaty Credit Opportunities IV LP  
 Sankaty Credit Opportunities Offshore  
 Master IV LP  
 Sankaty High Yield Partners II LP  
 Sankaty High Yield Partners III LP  
 Sankaty-Future Fund Board of Guardians  
 Sankaty-Future Fund Board of Guardians  
 Sapphire Valley CDO I Ltd.  
 Saratoga CLO I Ltd.  
 Sargas CLO I Ltd.  
 Scepter Holdings Inc.  
 Scotia Capital Inc.  
 Scotiabank Ireland Ltd.  
 Sf-3 Segregated Portfolio  
 Sfr Ltd.  
 Shasta CLO I Ltd.  
 Shenkman Capital Management Inc.  
 Shenkman-Cuna Mutual Insurance Society  
 Sierra CLO II Ltd.  
 Silverado CLO 2006-I Ltd.  
 Silverado CLO 2006-Ii Ltd.  
 Sovereign Bank  
 Sss Funding II LLC  
 Stanfield Capital Partners LLC  
 Stanfield Vantage CLO Ltd.  
 Stanfield Veyron CLO Ltd.  
 Stone Harbor High Yield Bond Fund  
 Stone Harbor Investment Funds-High  
 Yieldbond Fund  
 Stone Harbor Investment Partners LP  
 Stone Harbor Investment Partners-Hugheson  
 Ltd.  
 Stone Harbor Leveraged Loan Portfolio  
 Stone Harbor Libor Plus Total Return Fund  
 Stone Harbor-Commonwealth of  
 Pennsylvania State Employees Retirement  
 Stone Harbor-Libra Global Ltd.  
 Stone Harbor-Municipal Employees  
 Retirement System of Michigan

Stone Harbor-National Elevator Industry  
 Pension Plan  
 Stone Harbor-San Joaquin County Emp Ret  
 Assoc  
 Stone Harbor-Sterling Core Plus Bond Fund  
 Stone Harbor-Ubs Uk Pension and Life  
 Assurance Scheme  
 Stone Harbor-Wallace H Coulter Foundation  
 Stone Tower CDO II Ltd.  
 Stone Tower CDO Ltd. Bsc Migr  
 Stone Tower CLO III Ltd.  
 Stone Tower CLO IV Ltd.  
 Stone Tower CLO V Ltd.  
 Stone Tower CLO VI Ltd.  
 Stone Tower CLO VII Ltd.  
 Stone Tower Debt Advisors LLC  
 Stoney Lane Funding I Ltd.  
 Sumitomo Mitsui Banking Corp.  
 Sumitomo Mitsui Banking Corp., New York  
 Summit Lake CLO Ltd.  
 SunTrust Bank  
 Symphony Asset Management LLC  
 Symphony CLO I Ltd.  
 Symphony CLO III Ltd.  
 Symphony CLO IV Ltd.  
 Symphony CLO V Ltd.  
 Symphony CLO VI Ltd.  
 Tall Tree Investment Management LLC  
 Temp11520-Fts Ii F Franklin Floating Rate  
 II Fund  
 Tralee CDO I Ltd.  
 Tribeca Park CLO Ltd.  
 Trimaran Advisors LLC  
 Trimaran CLO IV Ltd.  
 Trimaran CLO V Ltd.  
 Trimaran CLO VI Ltd.  
 Trimaran CLO VII Ltd.  
 Trs Babson I LLC  
 Union Square CDO Ltd.  
 Van Kampen Asset Management  
 Van Kampen Senior Income Trust  
 Van Kampen Senior Loan Fund  
 Veer Cash Flow CLO Ltd.

Venture II CDO 2002 Ltd.  
 Venture III CDO Ltd.  
 Venture IX CDO Ltd.  
 Venture V CDO Ltd.  
 Venture VI CDO Ltd.  
 Venture VII CDO Ltd.  
 Venture VIII CDO Ltd.  
 Victoria Court CBNA Loan Funding LLC  
 Vinacasa CLO Ltd.  
 Vista Leveraged Income Fund  
 Wachovia Bank NA  
 Wamco 2357-Legg Mason Partners Capital  
 and Income Fund  
 Wamco 3073-John Hancock Trust Floating  
 Rate Income Trust  
 Wamco 3074-John Hancock Fund II-  
 Floating Rate Income Fund  
 Wamco 984-Western Asset Funds Inc. Core  
 Plus Bond Portfolio  
 Wamco Ltd. A/C 2592  
 Wamco Western Asset Floating Rate High  
 Income Fund LLC  
 Wasatch CLO Ltd.  
 Wells and Co. Master Pension Trust  
 Wells Capital Management Inc.  
 Wells Capital Management-12222133  
 Wells Capital Management-16959700  
 Wells Capital Management-16959701  
 Wells-13702900  
 West Gate Horizons Advisors LLC  
 Western Asset Management Co.  
 WestLB AG, New York Branch  
 Wg Horizons CLO I  
 Whitehorse Capital Partners LP  
 Whitehorse II Ltd.  
 Whitehorse III Ltd.  
 Whitehorse IV Ltd.  
 Whitehorse V Ltd.  
 Whitney CLO I Ltd.  
 Wind River CLO I Ltd.  
 Wind River CLO II-Tate Investors Ltd.  
 Yorkville CBNA Loan Funding LLC



## **SCHEDULE 1(i)**

### **LITIGATION PARTIES**

ABC News	Haskew, Jerre
Acacia Media Technologies Inc.	Hilton, Heather
Aldav LLC	Hogg, Ian
American Broadcasting Cos. Inc.	In-Hand Productions Inc.
Banks, Doug	Kevorkian, Tracy
Beneficial Mortgage Co. of Connecticut	Kourkounis, Kiley
Bergson Tire Co. Inc.	Marshall, Robin
Bowe, Aleca	McClinton, Valerie
Brown, Ewing	McKoy, J. Michael
Brown, Jeanne	MRS Cleaning Co.
Burkes, Jeanette	NABET
Capstar Radio Operating Co.	National Association of Broadcast
Chase Bank USA, N.A.	Employees and Technicians
Church, Terri	New York State Attorney General
Clear Channel	New York State Department of Labor
Clear Channel	NYSE Regulation
Clear Channel	Plinke, Terry
CloudTrigger	Prentiss, Kimberly
Club "W" Inc.	Robinson, James
Colorofchange.org	Rodriques, Anthony
Comerford, William M.	Rucker, James
Cook, Linda	Ryan, Marty G.
Crowley, Bob	Salesforce.com Inc.
DePetrillo, Thomas	Stanley Steamer International Inc.
Dolan, John Mitchell	Thomas, Tracy
Douglas, Calvin	Turner, George M.
FDB Family Trust	US Department of Labor, Office of Federal
Galeyan, Mary	Contract Compliance
Gelb, Robert	Visser, Donovan
Gigliotti, Richard	Walt Disney Co., The
Gomes, Bonnie	Yaegle, Lisa
Hamstra, Carol	Zevetchin, Davide G.
Haskew Co., The	Zevetchin, Kimberley J.

**SCHEDULE 1(k)**

**PROFESSIONALS**

Alvarez & Marsal Inc.  
Anthony Ostlund Baer & Louwagie PA  
Credit Suisse Securites (USA) LLC  
Deloitte & Touche  
FTI Consulting Inc.  
Hogan & Hartson LLP  
Lazard Freres  
Simpson Thacher & Bartlett MNP LLP  
Stroock & Stroock & Lavan LLP

## **SCHEDULE 1(I)**

### **SIGNIFICANT VENDORS**

AFTRA Health & Retirement Fund	Fourth & Roma Properties Trust
Alabama Power Co.	Franchise Tax Board
American Broadcasting Co.	FTI Consulting Inc.
American Express	GAC
American Express Purchase	Girgner Inc.
American Express T&E	Hannity, Sean
American Tower Corp.	Hicks Sports Group LLC
Ando Media LLC	Host Communications Inc.
Aon Risk Services Inc. of Florida	ICBC Corp.
Arbitron Inc.	Img Communications Inc.
ASCAP	Internal Revenue Service
Associated Press, The	Interstate North Office Park LP
AT&T	Jack Diamond Enterprises Inc.
Baisden Enterprises Inc.	Jenifer Street LP
Barnard & Co.	Katz Media Corp.
BMI Radio	KGO TV Inc.
Broadcast Music Inc.	Leventhal Senter & Lerman PLLC
Broadridge	Levin, Mark
Brookhollow II LP	Limelight Networks Inc.
Buffalo Bills Inc.	Los Angeles Dodgers LLC
C Student Entertainment	Marktron Broadcast Solutions LLC
Cananwill Inc.	Mediaspan FMW Inc.
CB Richard Ellis/Carmody LLC	Mellon Investor Services LLC
CBS Radio Corp.	Metlife Inc.
CBS Radio Inc.	Michigan Department of Treasury
CBS/Infinity	Michigan, State Of
Cglic Bloomfield Easc	Millennium Radio Group
Chisholm Trail Broadcasting	Minnesota Revenue
City Center West	Montgomery County (MD)
Csm Investors Inc.	National Grid PLC
Cumulus Broadcasting LLC	New Mexico Taxation and Revenue
Dell Marketing LP	Department
Deloitte & Touche LLP	Nielsen Broadcast Data Systems
Dewey & Leboeuf LLP	Oak Ridge FM Inc.
DMR	Office Depot
Empire State Building Co.	Penguardia Productions Inc.
Entertainment Communications Network	Premiere Radio Networks
Inc.	Quest Business Solutions
Entravision Communications Corp.	Qwest
ESPN Inc.	Reach Media Inc.
Federal Communications Commission	SES Americom
FK South LLC	Sesac Inc.
Forgotten Town LLC	Soundexchange Inc.

Spanish Broadcasting System  
Symetra Life Insurance Co.  
Tennessee Titans  
Verizon  
Verizon Business  
VII 444 Madison Lessee LLC

Vornado 2 Penn Plaza  
Wenken Inc.  
WGN Continental Broadcasting Co.  
WLS-TV Inc.  
YSS LLC AFTRA Health & Retirement  
Fund

## **SCHEDULE 1(m)**

### **SURETIES, INSURERS AND OBLIGES**

ACE American Insurance Co.  
Axis Insurance Co.  
Beazley Insurance Co. Inc.  
Continental Casualty Co.  
Federal Insurance Co.  
Great American Insurance Co. of New York  
Illinois National Insurance Co.  
Insurance Group of the State of Pennsylvania, The  
Lexington Insurance Co.  
National Union Fire Insurance Co.  
St. Paul Fire Marine Insurance Co.  
Travelers Insurance Co. Ltd.  
Tudor Insurance Co.  
XL Insurance Co. Ltd.

## **SCHEDULE 1(n)**

### **TAX AUTHORITIES**

Ada County Assessor (ID)	Charleston County Treasurer (SC)
Ada County Treasurer (ID)	Chattanooga, City of
Alabama Department of Revenue	Chelsea, Town of (ME)
Alabama, State of	Chicago City Clerk
Albuquerque, City of	Chicago Department of Revenue, City of
Ames, John R., as Dallas County Tax Assessor (TX)	Chicago, City of (IL)
Arizona Department of Economic Security	Childs, David as Dallas County Tax Assessor Collector (TX)
Arizona Department of Revenue	Cleveland County Treasurer (OK)
Arizona Secretary of State	Cobb County Tax Commissioner (GA)
Arkansas Employment Security Department	Cochrane, Peyton C., as Tuscaloosa County Tax Collector (AL)
Arkansas, State of	Colorado Department of Revenue
Arlington, City of (TX)	Colorado Department of Treasury
Augusta, City of (ME)	Colorado Springs, City of (CO)
Baker, City of (LA)	Connecticut, State of
Barrington, Town of (NH)	Cook County Department of Revenue (IL)
Baton Rouge, City of	Cranston, City of (RI)
Berks Earned Income Tax Bureau	Cumberland Valley School District (PA)
Bernalillo County Treasurer (NM)	Dakota County PT&R (MN)
Bethlehem, City of (PA)	Dekalb County Tax Commissioner (GA)
Birmingham, City of (AL)	Delaware Secretary of State
Boise County Tax Collector (ID)	Delhi Charter Township (MI)
Boise Utility Billing, City of (ID)	Desoto County Tax Collector (MS)
Broome County Clerks Office (NY)	Detroit Treasurer, City of (MI)
Brown, Jeff, as Tuscaloosa County MV License Commissioner (AL)	DeWitt, Town of (NY)
Buena Vista Township Treasurer (MI)	Dover, City of (NH)
Buffalo, City of (NY)	Dunn, Grover, as Jefferson County Assistant Tax Collector (AL)
Burton, City of (MI)	East Providence, City of (RI)
Cairns, Robert C., as South Middleton Township Tax Collector (PA)	El Paso County Clerk/Recorder (CO)
California Corporate Services	El Paso County Treasurer (CO)
California DMV Renewal	Eliot, Town of (ME)
California Employment Development Department	Ephrata Area School District (PA)
California Franchise Tax Board	Erie County Tax (NY)
California State Board of Equalization	Fairhaven, Town of (MA)
Cambridge, City of (MN)	Flint, Charter Township of (MI)
Cannon Township (MI)	Florida Department of Revenue
Capital Tax Collection Bureau	Fruitland Township (MI)
Cayce, City of (SC)	Georgia Department of Labor
Cedar Creek Township (MI)	Georgia Department of Revenue
Charleston County (SC)	Georgia Office of Secretary of State
	Gilford Township Treasurer (MI)

Grand Rapids, City of (MI)  
 Greater Merced Chamber of Commerce  
 Greene Township Tax Collector (PA)  
 Groton, Town of (CT)  
 Hale County, Tax Collector of (AL)  
 Hall County Tax Commissioner (GA)  
 Hamilton County Clerk (TN)  
 Hamilton County Trustee (TN)  
 Henry County REMC (IN)  
 Henry County Treasurer (IN)  
 Homewood, City of (AL)  
 Howard County Treasurer (IN)  
 Hulsey, Travis A., as Jefferson County  
 Director of Revenue (AL)  
 Idaho Secretary of State  
 Idaho State Tax Commission  
 Illinois Department of Employment Security  
 Illinois Department of Revenue  
 Illinois Secretary of State  
 Indiana Bureau of Motor Vehicles  
 Indiana Department of Revenue  
 Indiana Worker Training Fund  
 Indiana, State of  
 Internal Revenue Service  
 Iowa Department of Revenue  
 Iowa State Treasurer  
 Isanti County Treasurer (MN)  
 Jefferson County Department of Revenue  
 (AL)  
 Jefferson County Tax Collector (AR)  
 Johnston, Town of (RI)  
 Kingfisher County Treasurer (OK)  
 Knox County Clerk (TN)  
 Knoxville, City of (TN)  
 Kochville, Township of (MI)  
 Kokomo Wastewater Utility, City of (IN)  
 Kokomo, City of (IN)  
 Lafayette Economic Development Authority  
 (LA)  
 Lafayette Parish School Board  
 Lafayette Parish Tax Collector  
 Lancaster County Tax Collection Bureau  
 (PA)  
 Lancaster County Treasurer (PA)  
 Lansing, City of (MI)  
 Lehigh, County of (PA)

Lexington Treasurer, County of (SC)  
 Little Rock, City of (AR)  
 Livingston Parish Tax Collector (LA)  
 Lodi, Borough of (NJ)  
 Long, Nelson H., as Berks County Treasurer  
 (PA)  
 Lonoke County Tax Collector (AR)  
 Los Angeles County Tax Collector  
 Los Angeles, County of (CA)  
 Loudon County Trustee (TN)  
 Louisiana Department of Revenue  
 Louisiana Secretary of State  
 Louisiana, State of  
 Luba, Mildred, as Hanover Township Tax  
 Collector (PA)  
 Maine State Treasurer  
 Maine, State of  
 Manheim Township Commissioners (PA)  
 Manheim Township School District (PA)  
 Mansfield, City of (TX)  
 Mariposa County Tax Collector (CA)  
 Mars Hill, Town of (ME)  
 Maryland Department of Assessment &  
 Taxation  
 Massachusetts Department of Revenue  
 Massachusetts Registry of Motor Vehicles  
 Mattila, Paul, as Shelby County Trustee  
 (TN)  
 Memphis, City of (TN)  
 Michigan Collection Division, State of  
 Michigan Department of State  
 Michigan Department of Treasury  
 Michigan, State of  
 Miller, George L., Trustee  
 Minnesota Unemployment Insurance  
 Modesto, City of (CA)  
 Montgomery County (MD)  
 Montville, Town of (CT)  
 Mount Forest Township Treasurer (MI)  
 Mount Joy Township Authority (PA)  
 Muskegon Heights, City of (MI)  
 Nevada Department of Taxation  
 Nevada Secretary of State  
 Nevada, State of  
 New Hampshire State Treasurer  
 New Hampshire, State of

New Jersey State Treasurer  
 New London, City of (CT)  
 New Mexico Lottery Authority  
 New Mexico Motor Vehicle Division  
 New Mexico Office of The Secretary of State  
 New Mexico Taxation & Revenue Department  
 New Mexico, State of  
 New Orleans Parks & Parkways, City of  
 New Orleans, City of  
 New York Commissioner of Finance  
 New York Commissioner of Motor Vehicles  
 New York Department of State  
 New York State Assessment Receivables  
 New York State Comptroller  
 New York State Corporation Tax  
 New York State Department of Labor  
 New York State Department of Motor Vehicles  
 New York State Department of State  
 New York State Department of Taxation & Finance  
 New York State Sales Tax  
 New York State Unemployment Insurance  
 New York, State of  
 Newton Real Estate & Property Tax Service  
 Norman, City of (OK)  
 North Kingstown, Town of (RI)  
 North Little Rock, City of (AR)  
 Northport, City of (AL)  
 Oakland Business Tax (CA)  
 Oklahoma City, City of (OK)  
 Oklahoma County Treasurer (OK)  
 Oklahoma Employment Security Commission  
 Oklahoma Tax Commission  
 Orleans Parish Criminal Sherrif's Office  
 Pennsylvania Department of Revenue  
 Pennsylvania, Commonwealth of  
 Pickens County Appraisal Department (AL)  
 Pima County Assessor (AZ)  
 Pima County Treasurer (AZ)  
 Plaquemine Parish Sheriff & Ex-Officio Tax Collector  
 Polk County Treasurer (IA)

Pompey, Town of (NY)  
 Portland, City of (ME)  
 Portsmouth, Town of (RI)  
 Presque Isle, City of (ME)  
 Pulaski County Treasurer (AR)  
 Randall, Lorraine, as Madison County Tax Collector (NY)  
 Raymond, Town of (ME)  
 Reading, City of (PA)  
 Reno, City of (NV)  
 Rhode Island & Providence Plantations, State of  
 Rhode Island Department of Labor & Training  
 Rhode Island Division of Taxation, State of  
 Rhode Island General Treasurer  
 Rhode Island Secretary of State  
 Saint Landry Parish Sheriff  
 Saint Martin Parish Sheriff's Office  
 Saline County Collector (AR)  
 Salisbury Township (PA)  
 Salt Lake County Assessor  
 Salt Lake County Treasurer  
 San Francisco Sheriff Civil Section  
 San Francisco Tax Collector  
 San Joaquin County Tax Collector (CA)  
 Santa Fe County Treasurer (NM)  
 Santa Fe, City of (NM)  
 Seabrook, Town of (NH)  
 Seekonk, Town of (MA)  
 Sevier County Trustees Office (TN)  
 Shelby County Clerk (TN)  
 Smallwood, J.T., as Jefferson County Tax Collector (AL)  
 South Carolina State Treasurer's Office  
 South Carolina, State of  
 South Middleton Township (PA)  
 South Salt Lake, City of  
 Springfield, City of (IL)  
 St. Bernard Parish (LA)  
 St. James, Parish of (LA)  
 Stanislaus County Superior Court (CA)  
 Stanislaus County Treasurer (CA)  
 State Record, The (NC)  
 Stockton Record, The (CA)  
 Stockton, City of (CA)



Sullivan County Trustee (TN)  
Summit County Clerk of Courts (OH)  
Summit County Treasurer (UT)  
Summit Township Tax Collector (PA)  
Summit Township Water Authority (PA)  
Susquehanna Valley Central School District (NY)  
Syracuse, City of (NY)  
Tennessee Department of Labor & Workforce Development  
Tennessee Department of Revenue  
Tennessee Secretary of State  
Tennessee, State of  
Texas Department of Licensing & Regulation  
Texas Department of Public Safety  
Texas Department of State Health Services  
Texas State Comptroller  
Texas Workforce Commission  
Tohono O'Odham Gaming Authority  
Tooele County Assessors Office (UT)  
Tucson Utility Services, City of (AZ)  
Tucson, City of  
Tuolumne County Tax Collector (CA)  
Tuscaloosa County Special Tax Board (AL)  
Tuscaloosa, City of (AL)

United States Treasury  
Utah County Treasurer  
Utah State Tax Commission  
Utah, State of  
Vasta, Victor J., as DeWitt County Receiver of Taxes (NY)  
Vergennes Township (MI)  
Virginia Department of Taxation  
Walton County Tax Commissioner (GA)  
Washington County Clerk (TN)  
Washington DC Department of Motor Vehicles  
Washington DC Treasurer  
Washington State Department of Revenue  
Washoe County Treasurer (NV)  
West Baton Rouge Tax Collector  
West Warwick, Town of (RI)  
Westerly Fire District (RI)  
Westerly, Town of (RI)  
White, Donald R., as Alameda County Tax Collector (CA)  
Winslow, Town of (ME)  
Worcester, City of (MA)  
Zeeland Charter Township (MI)

## **SCHEDULE 1(o)**

### **TOP FIFTY UNSECURED CREDITORS**

201 St Charles Place LLC	Marketron Broadcast Solutions
Andomedia LLC	Mcvay Media
ASCAP	Mediaspan
Associated Press	Miller Kaplan Arase & Co LLP
AT&T	Nashville Tower
Austin Insulators Inc	Network Hardware Resale LLC
Broadcast Music Inc	Nielsen Broadcast Data Systems
C Student Entertainment	Paradigm Talent Agency
Canvas Systems LLC	Press Association Inc
Chicago Scenic Studios	Rachal Construction
City Electric Supply	Radio Advertising Bureau Inc
Double Take Promotional Products	Rdp Technical Services
Enticent Inc	Rocky Mountain Erection Co Inc
ESPN Inc	Ropes & Gray LLP
First Flash Line	Ses Americom
Gootee Construction Inc	Shoreview Fm Group
Greater Flint Building Services LLC	Sierra Automated Systems & Eng
HSBC Corporate Trust and Loan Agency	Sound Check Inc
Interparking	Soundexchange Inc
John Mitch Dolan	The Illumen Group Inc
Jones Radio Network	The Walt Disney Company
JP Morgan	Walton Electric Membership Corporat
Kabc-TV	Wilmington Trust
Katz Media Corp	Wilmington Trust Co
Limelight Networks	Wirtz Realty Corp

**SCHEDULE 1(p)**  
**UNITED STATES TRUSTEE FOR THE SOUTHERN DISTRICT OF NEW YORK (AND**  
**KEY STAFF MEMBERS)**

Andrea Schwartz  
Andy Velez-Rivera  
Brian S. Masumoto  
Elisabetta Gasparini  
Greg M. Zipes  
Linda A. Riffkin  
Marylou Martin  
Nazar Khodorovsky  
Paul K. Schwartzberg  
Richard C. Morrissey  
Serene Nakano  
Susan Golden  
Tracy Hope Davis

**SCHEDULE 1(q)**  
**UTILITY PROVIDERS**

1Velocity  
233 Broadcast LLC  
Aable Telecom  
AAT Communications  
ACC Business  
Adtel LLC  
Airgas East Inc.  
Airgas Great Lakes  
Airgas Mid South Inc.  
Airgas Southwest  
Alabama Gas Co.  
Alabama Power Co.  
Aliant Telecom  
Allied Teltronics  
Allied Waste Services of Arkansas  
Alltel Communications LLC  
American Messaging  
American Messaging Services LLC  
American Registry for Internet Numbers  
Americom Telephone Systems Inc. of Pa  
Amerigas  
Appalachian Electric Cooperative  
Appalachian Oil Co. Inc.  
Appalachian Power  
Artistic Waste Services Inc.  
Arvig Communication Systems  
AT&T  
AT&T Global Network Services  
AT&T Messaging  
AT&T Mobility  
AT&T Teleholdings Inc.  
Atmos Energy Corp.  
ATX Communications  
ATX Telecommunications Services  
Audiolab Electronics  
Baker, City of (LA)  
Bandwidth Industries Inc.  
Baton Rouge Water Co. Utility Payment  
Processing  
Bay Ring Communications  
Baystate State Gas Co.  
Berkeley Electric Cooperative Inc.  
Bessemer Utilities

Birmingham Water Works Board  
Black Warrior Electric Membership Co.  
Blue Ridge Cable Technologies Inc.  
Boise Utility Billing, City of (ID)  
Broadcast Services Inc.  
Broadview Networks Inc.  
Brookhollow II LP  
Buckeye Telesystem Inc.  
Buffalo Water Board (NY)  
Buffalo, City of (NY)  
Burton, City of (MI)  
C&S Communications  
Cable One  
CallWave Inc.  
Cambridge, City of (MN)  
Campora Propane Inc.  
Cavalier Telephone LLC  
CB Richard Ellis/Carmody LLC  
Center Operating Co.  
Centerpoint Energy  
Central Arkansas Water Utility Billing  
Services  
Central Maine Power Co.  
CenturyTel Inc.  
Charter Communications  
Chickasaw Telecom Inc.  
Cleco Power LLC  
Clinton Utilities Board (TN)  
CMC Telecom Inc.  
CMSInter.net LLC  
Cogent Communications Inc.  
Collins Communications  
Colonade Group, The  
Colorado Springs Utilities  
Colorado Springs, City of (CO)  
Comcast  
Comcast Cable  
Comcast Corp.  
ComEd  
Commonwealth Supply Co.  
Communication & Control Inc.  
Communication Technologies Inc.  
CommuniGroup

Connoisseur Media of Erie LLC  
Constellation NewEnergy Inc.  
Consumers Energy  
Cornerstone Communications Inc.  
Covad Direct  
Cox Communications Inc.  
D&E Communications Inc.  
Dallas Stars Hockey Club  
Dallas Water Utilities (TX)  
Data Technology Solutions LLC  
Datatel  
Deer Point Tower Venture LLC  
Delhi Charter Township (MI)  
Delta Properties  
Deltacom Inc.  
Des Moines Radio Group  
Des Moines Water Works  
Desert Sands Broadcasting Inc.  
Dex Media East  
Dex Media West LLC  
Dial Communications Global Media Inc.  
Direct Energy Business LLC  
Direct Energy GP Inc.  
DirecTV  
Dixie Electric Membership Corp.  
Dominion Virginia Power  
Dover, City of (NH)  
DTE Energy  
Duke Energy  
Dutel Telecommunications Inc.  
East Central Energy  
East Central Sanitation  
East Providence, City of (RI)  
Eatel  
Edisto Electric Cooperative Inc.  
Electric Power Board of Chattanooga  
Embarq  
Embarq Florida Inc.  
Entergy  
Entergy Arkansas Inc.  
Ephrata, Borough of (PA)  
Eureka Water Co.  
Evans Communications Inc.  
Excel Commercial  
Excel Telecommunications  
Fairhaven Gas

Fairpoint Communications Inc.  
Farm Plan  
Ferrellgas Inc.  
First Electric Cooperative  
FK South LLC  
Frontier Communications  
Gas Co.  
Genesys Conferencing Inc.  
Grand Rapids, City of (MI)  
Graysville Water & Gas  
Green & Chapman Inc.  
GRI Telecom Inc.  
Griffith Energy Services Inc.  
Hayes Landfill Inc.  
Henry County REMC (IN)  
Herring Gas Co. Inc.  
Hetch Hetchy Water & Power  
Hodge Telecommunication Services Inc.  
Holidaygas  
HTN Communications LLC  
Hughes Network Systems LLC  
Idaho Power Co.  
Ideacom Technologies Inc.  
Idearc Media Corp.  
Ikon Office Solutions  
Improbable Missions Force  
Indiana American Water Co. Inc.  
Integra Telecom  
Integrys Energy Services Inc.  
Integrys Energy Services of NY Inc.  
Intercall  
Intermountain Gas Co.  
Internal Sound & Communications Inc.  
Internet America Inc.  
Inter-Tel Net Solutions Inc.  
Iowa Telecom Communications LLC  
Ironton Telephone Co.  
Irving Energy Distribution & Marketing  
IT Partners  
Jackson Electric Corp.  
Jessem LLC  
Joanna Langfield Productions Inc.  
Johnson City Power Board (TN)  
Johnson City Utility System (TN)  
KAUT-TV  
KDWB

Kentwood Springs  
 Key Equipment Lease  
 KFOR-TV  
 Knoxville Utilities Board (TN)  
 Kochville, Township of (MI)  
 Kokomo Gas & Fuel Co.  
 Kokomo Wastewater Utility, City of (IN)  
 KSL Television  
 LA Arena Funding LLC  
 Lafayette Utilities System (LA)  
 Lansing Board of Water & Light (MI)  
 Laser Care  
 Lenoir City Utilities Board (TN)  
 Liberty Square Inc.  
 Lobo Internet Service  
 Long Island Power Authority  
 Los Angeles Department of Water & Power  
 Los Angeles Times Communications LLC  
 Maine Public Service Co.  
 Mansfield, City of (TX)  
 Matrix Business Technologies  
 Matrix Solutions  
 Matrix Telecom Inc.  
 MCI  
 MCI Comm Service  
 MCI Telecommunications  
 MCI Worldcom  
 Megapath Inc.  
 Memphis Light Gas & Water Division  
 Met Ed  
 Metro Communications LLC  
 Metro Water Services  
 Metropolitan Pier & Exposition Authority  
 Mid Atlantic Sports Network  
 Mid Maine Communications Inc.  
 Mid State Teledata LLC  
 MidAmerican Energy Co.  
 Midland Power Cooperative  
 Minneapolis Marriott  
 Mizenko Mobile & Wireless  
 Mobile Radio of Kokomo Inc.  
 Modesto Irrigation District (CA)  
 Modesto, City of (CA)  
 Morgan Birge & Associates  
 Motower Multilink Corp.  
 Moundville Telephone Co. Inc.

Mount Joy Township Authority (PA)  
 Mountain View Electric Association Inc.  
 Murray City Corp.  
 NAII LLC  
 Nashville Electric Service  
 Nashville Tower  
 National Fuel Gas Distribution Corp.  
 National Grid  
 National Public Radio Inc.  
 NationLink Wireless  
 New Hampshire Electric Cooperative Inc.  
 New Hampshire Treasurer, State of  
 New Hampshire, State of  
 New London, City of (CT)  
 New Mexico Gas Co. Inc.  
 Nextel  
 Nextel Communications  
 Norman, City of (OK)  
 North Little Rock, City of (AR)  
 North San Joaquin Water Conservation District  
 Northeast Paging / Ucom  
 Northeast Utilities  
 Northlands Communications  
 Northwestern REC (PA)  
 NOS Communications Inc.  
 NSTAR Electric & Gas Corp.  
 Nuvox  
 NYSE Arca Options  
 NYSEG  
 Oak Ridge FM Inc.  
 O'Gara Satellite Systems Inc.  
 Oklahoma City, City of (OK)  
 Oklahoma Gas & Electric Co.  
 One Communications  
 Opex Communications Inc.  
 Overbay Communications  
 Pacific Gas & Electric Co.  
 Paetec Business Services  
 Palmetto Propane  
 Penelec  
 Penguardia Productions Inc.  
 Pennsylvania American Water Co. Inc.  
 Penteledata LP I  
 Pepco  
 Personalized Communications Inc.

Piedmont Natural Gas  
 Pine Tree Networks  
 Pioneer Telephone Cooperative Inc.  
 Plaisance Water System  
 PNM Electric & Gas Services  
 PPL Electric Utilities Corp.  
 Praxair  
 Primus  
 Public Service Co. of NH  
 Public Service Electric & Gas  
 QLT Consumer Lease Services Inc.  
 Questar Gas Co.  
 Qwest  
 R&R Realty Group  
 Radioshack Corp.  
 RCN Corp.  
 Redifuel  
 Renda Broadcasting Co.  
 Riverview, City of (MI)  
 RJ Energy Services Inc.  
 Robys Propane Gas Inc.  
 Rocky Mountain Power  
 Ron Lanzer Soft Water  
 San Francisco Public Utilities  
 Sandia Television Corp.  
 Santa Fe, City of (NM)  
 Satellite Center Inc., The  
 Schwanger Bros & Co. Inc.  
 SCMS - Southern Coastal Marketing  
 Services Inc.  
 Service Electric Cable TV Inc.  
 Service Electric Telephone Co. LLC  
 SES Americom  
 Sevier County Electric System (TN)  
 Shoreview FM Group  
 Sierra Pacific Power Co.  
 Sierra Telephone Co. Inc.  
 Signal Voice & Data Inc.  
 SkyTel  
 SMG Knoxville Convention Center  
 Sonora JS West Co.  
 South Carolina Electric & Gas Co.  
 South Middleton Township (PA)  
 Southwest Cyberport Inc.  
 Southwest Gas Corp.  
 Spalding Entertainment LLC

Speakeasy Inc.  
 Spectrum Solutions Inc.  
 Spirit Telecom  
 Sports Backhaul Network  
 Springfield Water & Sewer Commission  
 (MA)  
 Sprint  
 Strategic Energy LLC  
 Suburban Propane LP  
 Summit Township Water Authority (PA)  
 SunCom  
 SW Louisiana Electric Membership Corp.  
 Syracuse, City of (NY)  
 Tabas Co. Inc.  
 TDS Metrocom LLC  
 TDS Telecom Service Corp.  
 Telcove Operations LLC  
 Telebeeper of New Mexico Inc.  
 Telecomm USA  
 Telepacific Communications  
 Telrite Corp.  
 Tennessee American Water Co.  
 Time Warner Cable LLC  
 Time Warner Cable of NY  
 Time Warner Telecom Holdings Inc.  
 T-Mobile  
 Transnational Communications International  
 Tri County Electric Cooperative Inc.  
 Trico Electric Cooperative Inc.  
 Truckee Meadows Water Authority (TX)  
 TRZ Communications Services Inc.  
 TTI Inc.  
 Tucson Electric Power Co. Inc.  
 Tucson Utility Services, City of (AZ)  
 Turlock Irrigation District (CA)  
 Tuscaloosa, City of (AL)  
 TW Telecom  
 TXU Energy  
 UGI Penn Natural Gas Inc.  
 UGI Utilities Inc.  
 Unicel  
 United Water Idaho Inc.  
 Unitil  
 University of Notre Dame  
 University of Oklahoma  
 University of Tennessee

US Cellular  
USA Mobility Wireless Inc.  
Vanguard Wireless LP  
Vectren Energy Delivery of Indiana Inc.  
Verizon  
Verizon Business  
Verizon CABS  
Verizon California  
Verizon Internet Solutions  
Verizon North Inc.  
Verizon Northwest  
Verizon Select Services Inc.  
Verizon Wireless  
Verizon Wireless Messaging  
VoiceNation LLC  
Walton Electric Membership Corp.  
Washington St. Tammany Electric  
Cooperative Inc. (LA)  
Washington Suburban Sanitary (MD)  
Waste Connections of Oklahoma Inc.  
Waste Management of Acadiana  
Waste Management of Pennsylvania  
WBNG TV Inc.  
West Baton Rouge Parish Natural Gas &  
Water Systems  
Western Massachusetts Electric Co.  
Western NY Public Broadcasting  
Association  
WFMZ  
WFUR Radio Station  
Wiline Accounts Receivable  
Windstream  
Wise Electric Cooperative Inc.  
WKRZ-FM  
WM LampTracker Inc.  
WNLC / WKNL  
Wolfe Communication Systems Inc.  
Woodland Lakes (Apartments)  
WVUE-TV  
WYES-TV  
Xcel Energy  
XO Communications  
XO Communications Services Inc.  
Xpedite Systems Inc.  
Xtelesis Corp.  
Yankee Gas

Zayo Bandwidth LLC  
Zone Telecom Inc.



## **SCHEDULE 2**

### **LAZARD FRÈRES & CO. LLC**

222 JV Clear Channel  
ABC Inc.  
ABC News  
Ace American Insurance Co.  
AIG Annuity Insurance Co.  
AIG Bank Loan Fund Ltd.  
AIG Global Investment Corp.  
AIG Saturn CLO Ltd.  
AIG-Sunamerica Senior Floating Rate Fund Inc.  
American Broadcasting Cos. Inc.  
American Express  
American Express Purchase  
American Express T&E  
American International Group Inc.  
Ameriprise Certificate Co.  
Capitalsource Bank  
Charter Communications<sup>1</sup>  
Clear Channel  
Clear Channel  
Clear Channel  
Columbus Nova Credit Investments Management LLC  
Columbusnova CLO IV Ltd. 2007 II  
Columbusnova CLO Ltd. 2006-1  
Columbusnova CLO Ltd. 2006-II  
Columbusnova CLO Ltd. 2007-1  
Constellation NewEnergy Inc.  
Credit Suisse Asset Management<sup>2</sup>  
Credit Suisse Group AG  
Credit Suisse Securites (USA) LLC  
Credit Suisse, Cayman Islands Branch  
Csam Funding III  
Csam Funding IV  
Dex Media East  
Dex Media West  
Disney CORE Services  
Duke Energy

---

<sup>1</sup> Lazard is advising Charter Communications and certain of its affiliates in connection with their chapter 11 cases.

<sup>2</sup> Retention on behalf of Credit Suisse, Cayman Islands Branch, in its capacity as administrative agent for certain lenders to The Star Tribune Company and its affiliates.

ESPN Inc.  
 Franklin Advisers Inc.  
 Franklin CLO V Ltd.  
 Franklin CLO VI Ltd.  
 Franklin Floating Rate Daily Access Fund  
 Franklin Floating Rate Master Series  
 Franklin Total Return Fund  
 GE Business Financial Service  
 General Electric Capital Corp.  
 Ing Capital LLC  
 Ing Corporate Opportunities Segregated Portfolio  
 Ing Gis Distressed Fund Spc  
 Ing International II -Senior Bank Loaneuro  
 Ing Investment Management CLO I Ltd.  
 Ing Investment Management CLO III Ltd.  
 Ing Investment Management CLO Iv Ltd.  
 Ing Investment Management CLO V Ltd.  
 Ing Investment Management LLC  
 Ing Investments LLC  
 Ing Prime Rate Trust  
 Ing Senior Income Fund  
 JP Morgan<sup>3</sup>  
 JP Morgan Chase  
 JP Morgan Investment Management Inc.  
 JP Morgan Whitefriars Inc.  
 Jpmcb-Secondary Loan And Distressed Credit Trading  
 Jpmim-Louisiana State Employees Retirement System  
 Jpmorgan Bank  
 Jpmorgan Chase Bank NA  
 KKR Financial CLO 2007-1 Ltd.  
 KKR Financial Corp.  
 Lehman Brothers Asset Management LLC<sup>4</sup>  
 Mellon Investor Services LLC  
 Nextel  
 Nextel Communications  
 Northeast Utilities  
 NYSE Regulation  
 Prudential Investment Management Inc  
 Radio Disney Network  
 RCN Corp.  
 Royal Bank of Scotland Plc

---

<sup>3</sup> Retention on behalf of JPMorgan Chase Bank, N.A. in its capacity as administrative agent for certain lenders to McLeodUSA Inc. and its affiliates.

<sup>4</sup> Lazard is advising Lehman Brothers and certain of its affiliates in connection with their chapter 11 cases.

Royal Bank of Scotland Plc, New York Branch  
 Scotia Capital Inc.<sup>5</sup>  
 Scotiabank Ireland Ltd.  
 Sierra Pacific Power Co.  
 Sprint  
 Sprint PCS  
 St. Paul Fire Marine Insurance Co.  
 Sumitomo Mitsui Banking Corp.  
 Sumitomo Mitsui Banking Corp., New York  
 SunCom  
 The Walt Disney Company  
 Travelers Insurance Co. Ltd.  
 TXU Energy  
 Vectren Energy Delivery of Indiana Inc.  
 Wachovia Bank NA  
 Walt Disney Co., The  
 WGN Continental Broadcasting  
 Wells and Co. Master Pension Trust<sup>6</sup>  
 Wells Capital Management Inc.  
 Wells Capital Management-12222133  
 Wells Capital Management-16959700  
 Wells Capital Management-16959701  
 Wells Fargo & Co.  
 Wells-13702900  
 Wilmington Trust<sup>7</sup>  
 Wilmington Trust Co  
 Wilmington Trust FSB

Lazard has been also engaged by another lender to the Debtors to advise it on matters unrelated to the Debtors; it is our understanding that this lender does not hold a material portion of the Debtors' debt.

#### LAZARD CAPITAL MARKETS LLC

Alabama Power Co.  
 American Express

---

<sup>5</sup> Retention on behalf of The Bank of Nova Scotia, in its capacity as administrative agent for certain lenders to Masonite International and its affiliates.

<sup>6</sup> Retention on behalf of Wells Fargo Bank N.A. in its capacity as administrative and collateral agent for (i) the Emergency Steel Loan Guaranty Board and the West Virginia Housing Development Fund and certain lenders under a loan agreement to Wheeling-Pittsburgh Corporation and its affiliates and (ii) certain lenders to BearingPoint, Inc. and its affiliates.

<sup>7</sup> Retention on behalf of Wilmington Trust FSB as administrative agent for certain lenders to Eddie Bauer Holdings, Inc. and its affiliates.

American Express Purchase  
American Express T&E  
Atmos Energy Corp.  
Broadridge  
Comcast  
Comcast Cable  
Comcast Corp.  
Centerpoint Energy  
CenturyTel Inc.  
Columbus Nova Credit Investments Management LLC  
Columbusnova CLO IV Ltd. 2007 II  
Columbusnova CLO Ltd. 2006-1  
Columbusnova CLO Ltd. 2006-II  
Columbusnova CLO Ltd. 2007-1  
Dominion Virginia Power  
Entergy  
Entergy Arkansas Inc.  
Primus  
Prudential Investment Management Inc  
Xcel Energy  
XL Insurance Co. Ltd.

**EXHIBIT C**

**Engagement Letter**

LAZARD

LAZARD FRÈRES & Co. LLC  
30 ROCKEFELLER PLAZA  
NEW YORK, NY 10020  
PHONE 212 - 632 - 6000  
www.lazard.com

May 20, 2009

Citadel Broadcasting Corporation  
City Center West, Suite 400  
7201 West Lake Mead Blvd.  
Las Vegas, Nevada 89128

Attention: Farid Suleman  
Chief Executive Officer and Chairman

Dear Ladies and Gentlemen:

This letter agreement (the "Agreement") confirms the understanding and agreement between Lazard Frères & Co. LLC ("Lazard") and Citadel Broadcasting Corporation and its controlled subsidiaries (collectively with any entity formed or used for the purposes set forth herein, the "Company").

Assignment Scope:

As of April 3, 2009, the Company, subject to subsequent Board approval which has been obtained, retained Lazard as its sole (except as provided in 1(h) below) financial advisor to provide the Company with general restructuring advice and to advise it in connection with any Restructuring, Sale Transaction and/or Financing (each as defined below) on the terms and conditions set forth herein. As used in this Agreement, the term "Restructuring" shall mean, collectively, any restructuring, reorganization (whether or not pursuant to Chapter 11 of the United States Bankruptcy Code) and/or recapitalization of all or a significant portion of the Company's outstanding indebtedness (including bank debt, bond debt, and other on and off balance sheet indebtedness), trade claims, leases (both on and off balance sheet), litigation related claims and obligations and unfunded pension or other liabilities (collectively, the "Existing Obligations") that is achieved, without limitation, through a solicitation of waivers and consents from the holders of Existing Obligations (collectively, the "Stakeholders"); rescheduling of the maturities of Existing Obligations; a change in interest rates, repurchase, settlement or forgiveness of Existing Obligations; conversion of Existing Obligations into equity; an exchange offer involving the issuance of new securities in exchange for Existing Obligations; the issuance of new securities, sale or disposition of assets, sale of debt or equity securities or other interests or other similar transaction or series of transactions. By signing this Agreement, we hereby accept our appointment as your financial advisor under the terms hereof.

PARIS   LONDON   NEW YORK   AMSTERDAM   ATLANTA   BERLIN   BOMBAY   CHICAGO   FRANKFURT   HAMBURG   HONG KONG   HOUSTON  
LOS ANGELES   MADRID   MILAN   MONTREAL   NEW DELHI   ROME   SAN FRANCISCO   SEOUL   SINGAPORE   STOCKHOLM   SYDNEY   TOKYO   TORONTO

Description of Services:

1. Lazard agrees, in consideration of the compensation provided in Section 2 below, to perform such of the following financial advisory and investment banking services as the Company may reasonably request, including:

- (a) Reviewing and analyzing the Company's business, operations and financial projections;
- (b) Evaluating the Company's potential debt capacity in light of its projected cash flows;
- (c) Assisting in the determination of a capital structure for the Company;
- (d) Assisting in the determination of a range of values for the Company on a going concern basis;
- (e) Advising the Company on tactics and strategies for negotiating with the Stakeholders;
- (f) Rendering financial advice to the Company and participating in meetings or negotiations with the Stakeholders and/or rating agencies or other appropriate parties in connection with any Restructuring;
- (g) Advising the Company on the timing, nature, and terms of new securities, other consideration or other inducements to be offered pursuant to the Restructuring;
- (h) Advising and assisting the Company in evaluating potential Financing<sup>1</sup> transactions and, subject to Lazard's agreement so to act and, if requested by Lazard, to execution of appropriate agreements, on behalf of the Company, contacting potential sources of capital as the Company may designate and assisting the Company in implementing such a Financing; it being understood that Credit Suisse will also advise and assist the Company in connection with the portion of any potential Financing transaction provided by the parties identified on Schedule II;
- (i) Assisting the Company in preparing documentation within our area of expertise that is required in connection with the Restructuring;
- (j) Assisting the Company in identifying and evaluating candidates for a potential Sale Transaction, advising the Company in connection with negotiations and aiding in the consummation of a Sale Transaction<sup>2</sup>;

<sup>1</sup> As used in this Agreement, the term "Financing" means any transaction or series of transactions involving the public or private issuance, sale, or placement of equity, equity-linked, or debt securities, instruments, or obligations of the Company, including without limitation any debtor-in-possession financing or exit financing in connection with a case under the Bankruptcy Code.

<sup>2</sup> As used in this Agreement, the term "Sale Transaction" means any transaction or series of transactions involving (a) an acquisition, merger, consolidation, or other business combination pursuant to which the business or assets of the Company are, directly or indirectly, combined with

- (k) Attending meetings of the Company's Board of Directors and its committees with respect to matters on which we have been engaged to advise you;
- (l) Providing testimony, as necessary, with respect to matters on which we have been engaged to advise you in any proceeding before the Bankruptcy Court; and
- (m) Providing the Company with other financial restructuring advice.

Fees:

2. As consideration for the services to be provided, the Company shall pay Lazard the following fees:

- (a) A fee of \$350,000 payable on execution of this Agreement. Fees paid under this Section 2(a) shall be credited (without duplication) against any Restructuring Fee, Sale Transaction Fee, Minority Sale Transaction Fee or Financing Fee (other than the Specified Investor Financing Fee) (each as defined below) payable; provided, that, in the event of a Chapter 11 filing, such credit shall only apply to the extent that such fees are approved in entirety by the Bankruptcy Court, if applicable.
- (b) A monthly fee of \$175,000 (the "Monthly Fee"), payable on June 3<sup>rd</sup> and the 3<sup>rd</sup> day of each month thereafter until the earlier of the completion of the Restructuring or the termination of Lazard's engagement pursuant to Section 10. Monthly Fees paid with respect to the first four months of this engagement shall be credited (without duplication) against any Restructuring Fee, Sale Transaction Fee, Minority Sale Transaction Fee, or Financing Fee (other than the Specified Investor Financing Fee) (each as defined below) payable; provided, that, in the event of a Chapter 11 filing, such credit shall only apply to the extent that such fees are approved in entirety by the Bankruptcy Court, if applicable.
- (c) A fee equal to \$6,000,000, payable upon the consummation of a Restructuring (the "Restructuring Fee"); provided, however, that if a Restructuring is to be completed through a "pre-packaged" or "pre-arranged" plan of reorganization, the Restructuring Fee shall be earned and shall be payable upon the earlier of (i) execution of definitive agreements with respect to such plan and (ii) delivery of binding consents to such plan by a sufficient number of creditors and/or bondholders, as the

---

another company; (b) the acquisition, directly or indirectly, by a buyer or buyers (which term shall include a "group" of persons as defined in Section 13(d) of the Securities Exchange Act of 1934, as amended), of equity interests or options, or any combination thereof constituting a majority of the then outstanding stock of the Company or possessing a majority of the then outstanding voting power of the Company (except as may occur with current Stakeholders as a result of a Restructuring); (c) any other purchase or acquisition, directly or indirectly, by a buyer or buyers of significant assets, securities or other interests of the Company or (d) the formation of a joint venture or partnership with the Company or direct investment in the Company for the purpose of effecting a transfer of an interest in the Company to a third party. Notwithstanding anything to the contrary set forth in this Agreement, any sale or placement of newly issued securities or securities held in treasury shall be deemed a Financing and not a Sale Transaction.



case may be, to bind the creditors or bondholders, as the case may be to the plan; provided, further, that in the event that Lazard is paid a fee in connection with a "pre-packaged" or "pre-arranged" plan and such plan is not consummated, Lazard shall return such fee to the Company.

- (d)
  - (i) If, whether in connection with the consummation of a Restructuring or otherwise, the Company consummates a Sale Transaction incorporating all or a majority of the assets or all or a majority or controlling interest in the equity securities of the Company, Lazard shall be paid a fee (the "Sale Transaction Fee") equal to the greater of (A) the fee calculated based on the Aggregate Consideration as set forth in Schedule I hereto or (B) the Restructuring Fee.
  - (ii) If, whether in connection with the consummation of a Restructuring or otherwise, the Company consummates any Sale Transaction not covered by clause (i) above, the Company shall pay Lazard a fee (the "Minority Sale Transaction Fee") based on the Aggregate Consideration calculated as set forth in Schedule I hereto. One-half of any fee paid under this Section 2(d)(ii) shall be credited against any fees subsequently payable under Section 2(c) or Section 2(d)(i).
  - (iii) Any Sale Transaction Fee or Minority Sale Transaction Fee shall be payable upon consummation of the applicable Sale Transaction.
- (e)
  - (i) If the Company consummates a Financing for which cash proceeds are provided or made available (including any "undrawn" portions) by the entities identified on Schedule II hereto, upon consummation the Company shall pay Lazard a fee (the "Specified Financing Fee") equal to 1% of the gross proceeds provided or made available (including any "undrawn" portions) by such entities, up to a maximum of \$4,000,000. To the extent that such Financing also includes proceeds provided or made available (including any "undrawn" portions) by persons or entities not identified on Schedule II, the fee with respect to such portion of the proceeds provided or made available (including any "undrawn" portions) by parties other than those identified on Schedule II shall be calculated in accordance with Section 2(e)(ii) below. Any Financing Fee(s) paid under this Section (e)(i) shall not be credited against any Restructuring Fee or Sale Transaction Fee subsequently payable.
  - (ii) If the Company consummates any Financing involving entities other than, or in addition to, those set forth on Schedule II, upon consummation the Company shall pay Lazard a fee (the "Financing Fee") equal to the amount set forth in Schedule III with respect to any cash proceeds provided or made available (including any "undrawn" portions) by persons or entities other than those on Schedule II. One-half of any Financing Fee(s) paid under this Section 2(e)(ii) shall be credited against any Restructuring Fee or Sale Transaction Fee subsequently payable.

- (f) For the avoidance of any doubt, fees may be payable pursuant to each of clause (c), (d) and (e) and more than one fee may be payable pursuant to clauses (d) and (e) above.
- (g) In addition to any fees that may be payable to Lazard and, regardless of whether any transaction occurs, the Company shall promptly reimburse Lazard for all: (A) reasonable expenses (including travel and lodging, data processing and communications charges, courier services and other appropriate expenditures) and (B) other reasonable fees and expenses, including expenses of counsel, if any.
- (h) As part of the compensation payable to Lazard hereunder, the Company agrees to the indemnification, contribution and related provisions (the "Indemnification Letter") attached to this Agreement as Addendum A and incorporated herein in their entirety.
- (i) All amounts referenced hereunder reflect United States currency and shall be paid promptly in cash after such amounts accrue hereunder.

*Retention in Chapter 11 Proceedings:*

3. In the event of the commencement of chapter 11 proceedings, the Company agrees that it will use best efforts to obtain prompt authorization from the Bankruptcy Court to retain Lazard on the terms and conditions set forth in this Agreement under the provisions of Section 328(a) of the Bankruptcy Code. Subject to being so retained, Lazard agrees that during the pendency of any such proceedings, it shall continue to perform its obligations under this Agreement and that it shall file interim and final applications for allowance of the fees and expenses payable to it under the terms of this Agreement pursuant to the applicable Federal Rules of Bankruptcy Procedure, and the local rules and order of the Bankruptcy Court. The Company shall supply Lazard with a draft of the application and proposed retention order authorizing Lazard's retention sufficiently in advance of the filing of such application and proposed order to enable Lazard and its counsel to review and comment thereon. Lazard shall be under no obligation to provide any services under this agreement in the event that the Company becomes a debtor under the Bankruptcy Code unless Lazard's retention under the terms of this Agreement is approved under section 328(a) of the Bankruptcy Code by final order of the Bankruptcy Court, which order is acceptable to Lazard. The application shall note that in so agreeing to seek Lazard's retention under Section 328(a) of the Bankruptcy Code, the Company acknowledges that it believes that Lazard's general restructuring experience and expertise, its knowledge of the capital markets and its merger and acquisition capabilities will inure to the benefit of the Company in pursuing any Restructuring, Sale Transaction or Financing, that the value to the Company of Lazard's services hereunder derives in substantial part from that expertise and experience and that, accordingly, the structure and amounts of the deferred contingent deferred fees, including the Restructuring Fee, Sale Transaction Fee, the Specified Financing Fee and Financing Fee are reasonable regardless of the number of hours to be expended by Lazard's professionals in the performance of the services to be provided hereunder and that such fees shall not be considered to be "bonuses" or fee enhancements under applicable

law.

Other:

4. No fee payable to any other person, by you or any other party, shall reduce or otherwise affect any fee payable hereunder to us.

5. The Company will furnish or cause to be furnished to Lazard such current and historical financial information and other information regarding the business of the Company as Lazard may request in connection with this engagement. The Company represents and warrants to Lazard that all of the foregoing information will be accurate and complete at the time it is furnished, and agrees to keep Lazard advised of all developments materially affecting the Company or its financial position. In performing its services pursuant to this Agreement, including in connection with any valuation of the Company, Lazard shall be entitled to rely upon information furnished to it by the Company or that is publicly available, may assume the accuracy and completeness of such information and shall not assume any responsibility for independent verification of any such information. Lazard will not, as part of its engagement, undertake any independent valuation or appraisal of any of the assets or liabilities of the Company or of any third party, or opine or give advice to the Board of Directors, the Company or management or shareholders with respect thereto.

6. In performing its services pursuant to this Agreement, Lazard is not assuming any responsibility for the decision of the Company or any other party to pursue (or not to pursue) any business strategy or to effect (or not to effect) any Restructuring, Sale Transaction, Financing or other transaction. Lazard shall not have any obligation or responsibility to provide "crisis management" for or business consultant services to the Company, and shall have no responsibility for designing or implementing operating, organizational, administrative, cash management or liquidity improvements; nor shall Lazard be responsible for providing any tax, legal or other specialist advice.

7. It is understood and agreed that nothing contained in this Agreement shall constitute an express or implied commitment by Lazard or Lazard Capital Markets LLC or any of their respective affiliates to underwrite, place or purchase any securities in a financing or otherwise, which commitment shall only be set forth in a separate underwriting, placement agency or purchase agreement, as applicable, relating to the financing.

8. Simultaneously herewith, the parties hereto are entering into the Indemnification Letter. The Indemnification Letter shall survive any termination or expiration of this Agreement.

9. In order to coordinate our efforts on behalf of the Company during the period of our engagement hereunder, the Company will promptly inform Lazard of any discussions, negotiations, or inquiries regarding a potential transaction, including any such discussions or inquiries that have occurred during the six month period prior to the date of this Agreement. In the event that Lazard receives an inquiry concerning any transaction, we will promptly inform the Company of such inquiry.

10. Our engagement hereunder will automatically expire upon consummation of a Restructuring and may be earlier terminated by you or us at any time without liability or

continuing obligation to you or us, except that following such termination and any expiration of this Agreement (a) we shall remain entitled to any fees accrued pursuant to Section 2 but not yet paid prior to such termination or expiration, as the case may be, and to reimbursement of expenses incurred prior to such termination or expiration, as the case may be, and (b) in the case of termination by the Company and any expiration of this Agreement, we shall remain entitled to full payment of all fees contemplated by Section 2 hereof in respect to any Restructuring, any Sale Transaction and any Financing announced or resulting from negotiations occurring during the period from the date hereof until one year following such termination or expiration, as the case may be.

11. The Company recognizes that Lazard has been engaged only by the Company and that the Company's engagement of Lazard is not deemed to be on behalf of and is not intended to confer rights upon any shareholder, partner or other owner of the Company, any creditor, lender or any other person not a party hereto as against Lazard or any of its affiliates or any of their respective directors, officers, members, agents, employees or representatives. Unless otherwise expressly agreed, no one, other than senior management or the Board of Directors of the Company is authorized to rely upon the Company's engagement of Lazard or any statements, advice, opinions or conduct by Lazard. Without limiting the foregoing, any advice, written or oral, rendered to the Company's Board of Directors or management in the course of the Company's engagement of Lazard are solely for the purpose of assisting senior management or the Board of Directors of the Company, as the case may be, in evaluating the Restructuring, Sale Transaction or Financing, and does not constitute a recommendation to any stakeholder of the Company that such stakeholder might or should take in connection with the Restructuring, Sale Transaction or Financing. Any advice, written or oral, rendered by Lazard may not be disclosed publicly or made available to third parties without the prior written consent of Lazard. Notwithstanding the foregoing, nothing herein shall prohibit you from disclosing to any and all persons the tax treatment and tax structure of any transaction and the portions of any materials that relate to such tax treatment or tax structure. Lazard's role herein is that of an independent contractor; nothing herein is intended to create or shall be construed as creating a fiduciary relationship between Lazard and the Company or its Board of Directors.

12. In connection with the services to be provided hereunder, Lazard may employ the services of its affiliates that are engaged in financial advisory work and Lazard Capital Markets LLC and may share with any such entity any information concerning the Company, provided that Lazard and such entities shall hold any nonpublic information confidential in accordance with their respective customary policies relating to nonpublic information. Any such entity so employed shall be entitled to all of the benefits afforded to Lazard hereunder and under the Indemnification Letter and shall be entitled to be reimbursed for its costs and expenses on the same basis as Lazard.

13. The provisions hereof shall inure to the benefits of and be binding upon the successors and assigns of the Company, Lazard and any other person entitled to indemnity under the Indemnification Letter. You agree that the Company's obligations pursuant to this Agreement shall be joint and several. This Agreement and the related Indemnification Letter embody the entire agreement and understanding among the parties hereto and supersedes any and all prior agreements, arrangements, and understandings, related to the matters provided for herein.

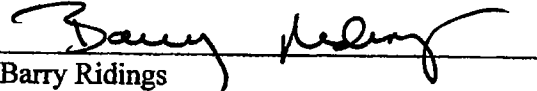
14. This Agreement and any claim related directly or indirectly to this Agreement (including any claim concerning advice provided pursuant to this Agreement) shall be governed by and construed in accordance with the laws of the State of New York without regard to the principle of conflicts of law. No such claim shall be commenced, prosecuted or continued in any forum other than the courts of the State of New York located in the City and County of New York or in the United States District Court for the Southern District of New York, and each of the parties hereby submits to the jurisdiction of such courts. The Company hereby waives on behalf of itself and its successors and assigns any and all right to argue that the choice of forum provision is or has become unreasonable in any legal proceeding. The Company waives all right to trial by jury in any action, proceeding or counterclaim (whether based upon contract, tort or otherwise) related to or arising out of the engagement of Lazard pursuant to, or the performance by Lazard of the services contemplated by, this Agreement.

If the foregoing Agreement is in accordance with your understanding of the terms of our engagement, please sign and return to us the enclosed duplicate hereof.

Very truly yours,

LAZARD FRERES & CO. LLC

By:



Barry Ridings

Vice Chairman of U.S. Investment Banking

Accepted and Agreed to as of the date first written above.

Citadel Broadcasting Corporation, on behalf of itself  
and its controlled subsidiaries

By:



Farid Suleman

Chief Executive Officer and Chairman

5/27/09

SCHEDULE IFees for Sale Transactions

The following table outlines the Sale Transaction fee schedule. The total fee is calculated by breaking down the Aggregate Consideration and multiplying each increment by the corresponding incremental fee. For example, for a transaction in which the Aggregate Consideration paid is \$60 million, the fee would be \$625,000 + \$550,000 + \$175,000 which totals \$1.35 million.

<u>Aggregate Consideration</u> <i>(\$ in millions)</i>	<u>Incremental Fee %</u>
\$0 - \$25	2.50%
\$25 - \$50	2.20%
\$50 - \$100	1.75%
\$100 - \$200	1.30%
\$200 - \$300	1.10%
\$300 - \$400	1.00%
\$400 - \$500	0.90%
\$500 - \$600	0.86%
\$600 - \$700	0.82%
\$700 - \$800	0.78%
\$800 - \$900	0.74%
\$900 +	0.70%

For purposes hereof, the term "Aggregate Consideration" means (x) the total amount of cash and the fair market value (on the date of payment) of all of the property paid or payable (including amounts paid into escrow) in connection with the Sale Transaction (or any related transaction), including amounts paid or payable in respect of convertible securities, preferred equity securities, warrants, stock appreciation rights, option or similar rights, whether or not vested, plus (y) the principal amount of all indebtedness for borrowed money or other liabilities of the Company or relevant Company entity, as applicable, as set forth on the most recent balance sheet, or, in case of the sale of assets, all indebtedness for borrowed money or other liabilities assumed by the third party. Aggregate Consideration shall also include the aggregate amount of any dividends or other distributions declared by the Company or relevant Company entity, as applicable, after the date hereof other than normal quarterly cash dividends, and, in the case of the sale of assets, the net value of any current assets not sold by the Company or relevant Company entity, as applicable. For purposes of calculating Aggregate Consideration, (i) all shares will be deemed transferred where a Sale Transaction is effected by the transfer of shares, (a) constituting more than 30% of the then outstanding equity securities of or equity interest in the Company or relevant Company entity, as applicable, or (b) possessing more than 30% of the then outstanding voting power of the outstanding equity securities of or equity interest in the Company or relevant Company entity, as applicable, and (ii) the value of securities (whether debt or equity) that are freely tradable in an established public market will be determined on the basis of the average closing price in such market for the 10 trading days prior to the closing of the Sale Transaction (the "Valuation Date"); and the value of securities that have no established

LAZARD

Citadel Broadcasting Corporation  
May 20, 2009

public market or other property will be the fair market value of such securities or other property on such Valuation Date and any restricted stock (i.e., stock in a public company not freely tradeable) received shall be valued at 85% of the public market price of such stock. Aggregate Consideration shall also be deemed to include pension liabilities and guarantees of monies borrowed assumed directly or indirectly by the third party. If the Aggregate Consideration is subject to increase by contingent payments related to future events, the portion of our fee relating thereto shall be calculated by us in good faith and paid to us upon consummation of the Sale Transaction.

## SCHEDULE II

### Fees for Financings

A Financing Fee pursuant to paragraph 2(e)(i) shall be paid under this Agreement in connection with any Financing proceeds provided or made available (including any "undrawn" portions) by the following:

The Carlyle Group  
KKR  
BC Partners  
Broadpoint Capital  
TPG Capital  
MatlinPatterson Global Advisors, LLC

Schedule IIIFees for Financing

The following table outlines the Financing Fees to be paid pursuant to paragraph 2(e)(ii). The Financing Fee is calculated by breaking down the total gross proceeds provided or made available (including any "undrawn" portions) in a Financing and multiplying each increment by the corresponding incremental fee. For example, for an equity financing in which the total gross proceeds is \$250 million, the fee would be \$10,000,000 + \$2,000,000 which totals \$12,000,000. The Financing Fee for each Financing will be calculated separately.

<u>Type of New Funds</u>	<u>Fee %</u>
Equity (common, preferred, etc.) for aggregate gross proceeds of \$200 million or less	5%
Equity (common, preferred, etc.) for aggregate gross proceeds of greater than \$200 and up to \$350 million	4%
Equity (common, preferred, etc.) for aggregate gross proceeds in excess of than \$350 million	3.5%
Debt only (senior, convertible, etc.), excluding DIP financing	2.5%
Debtor-in-Possession Financing	1.5%



LAZARD

Citadel Broadcasting Corporation  
Indemnification Letter  
May 20, 2009  
Page 1

May 20, 2009

Citadel Broadcasting Corporation  
City Center West, Suite 400  
7201 West Lake Mead Blvd.  
Las Vegas, Nevada 89128

Attention: Farid Suleman  
Chief Executive Officer and Chairman

Gentlemen:

In connection with our engagement to advise and assist Citadel Broadcasting Corporation and its controlled subsidiaries (collectively, "you") with the matters set forth in the engagement letter of even date herewith, you and we are entering into this letter agreement. It is understood and agreed that in the event that Lazard Frères & Co. LLC or any of our affiliates, or any of our or their respective directors, officers, members, employees, agents or controlling persons, if any (each of the foregoing, including Lazard Frères & Co. LLC, being an "Indemnified Person"), become involved in any capacity in any action, claim, proceeding or investigation brought or threatened by or against any person, including your securityholders, related to, arising out of or in connection with our engagement, you will promptly reimburse each such Indemnified Person for its legal and other expenses (including the cost of any investigation and preparation) as and when they are incurred in connection therewith. You will indemnify and hold harmless each Indemnified Person from and against any losses, claims, damages, liabilities or expenses to which any Indemnified Person may become subject under any applicable federal or state law, or otherwise, related to, arising out of or in connection with our engagement, whether or not any pending or threatened action, claim, proceeding or investigation giving rise to such losses, claims, damages, liabilities or expenses is initiated or brought by you or on your behalf and whether or not in connection with any action, claim, proceeding or investigation in which you or any such Indemnified Person are a party, except to the extent that any such loss, claim, damage, liability or expense is finally found by a court of competent jurisdiction to have resulted from such Indemnified Person's bad faith or gross negligence. You also agree that no Indemnified Person shall have any liability (whether direct or indirect, in contract or tort or otherwise) to you or your securityholders or creditors related to, arising out of or in connection with our engagement except to the extent that any loss, claim, damage or liability is finally found by a court of competent jurisdiction to have resulted from such Indemnified Person's bad faith or gross negligence. If multiple claims are brought against any Indemnified Person in an arbitration related to, arising out of or in connection with our engagement, and indemnification is permitted under applicable law with respect to at least one such claim, you agree that any arbitration award shall be conclusively deemed to be based on claims as to which indemnification is permitted and provided for hereunder, except to the extent the arbitration award expressly states that the award, or any portion thereof, is based solely on a claim as to which indemnification is not available.

If for any reason the foregoing indemnification is held unenforceable (other than due to a failure to meet the standard of care set forth above), then you shall contribute to the loss, claim, damage, liability or expense for which such indemnification is held unenforceable in such proportion as is appropriate to reflect the relative benefits received, or sought to be received, by you and your securityholders and creditors on the one hand and the Indemnified Persons on the other hand in the matters contemplated by our engagement as well as the relative fault of yourselves and such persons with respect to such loss, claim, damage, liability or expense and any other relevant equitable considerations. You agree that for the purposes hereof the relative benefits received, or sought to be received, by you and your securityholders and creditors and the Indemnified Persons shall be deemed to be in the same proportion as (i) the total value paid or proposed to be paid by or to you and your securityholders and creditors, as the case may be, pursuant to any transaction (whether or not consummated) for which we have been engaged to perform investment banking services bears to (ii) the fees paid or proposed to be paid to us in connection with such engagement; provided, however, that, to the extent permitted by applicable law, in no event shall we or any other Indemnified Person be required to contribute an aggregate amount in excess of the aggregate fees actually paid to us for such investment banking services. Your reimbursement, indemnity and contribution obligations under this agreement shall be joint and several, shall be in addition to any liability which you may otherwise have, shall not be limited by any rights we or any other Indemnified Person may otherwise have and shall be binding upon and inure to the benefit of any successors, assigns, heirs and personal representatives of yourselves, ourselves, and any other Indemnified Persons.

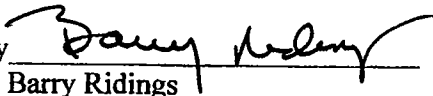
You agree that, without our prior written consent (which will not be unreasonably withheld, conditioned, or delayed), you will not settle, compromise or consent to the entry of any judgment in any pending or threatened claim, action, proceeding or investigation in respect of which indemnification or contribution could be sought hereunder (whether or not we or any other Indemnified Persons are an actual or potential party to such claim, action, proceeding or investigation), unless such settlement, compromise or consent includes an unconditional release of each Indemnified Person from all liability arising out of such claim, action, proceeding or investigation. No waiver, amendment or other modification of this agreement shall be effective unless in writing and signed by each party to be bound thereby. This agreement and any claim related directly or indirectly to this agreement shall be governed and construed in accordance with the laws of the State of New York (without giving regard to the conflicts of law provisions thereof). No such claim shall be commenced, prosecuted or continued in any forum other than the courts of the State of New York located in the City and County of New York or the United States District Court for the Southern District of New York, and each of us hereby submits to the jurisdiction of such courts. You hereby waive on behalf of yourself and your successors and assigns any and all right to argue that the choice of forum provision is or has become unreasonable. You (on your own behalf and, to the extent permitted by applicable law, on behalf of your securityholders and creditors) waive all right to trial by jury in any action, proceeding or counterclaim (whether based upon contract, tort or otherwise) related to, arising out of or in connection with our engagement. This agreement shall remain in effect indefinitely, notwithstanding any termination or expiration of our engagement.

LAZARD

Citadel Broadcasting Corporation  
Indemnification Letter  
May 20, 2009  
Page 3

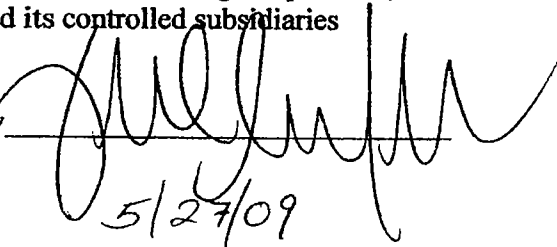
Very truly yours,

LAZARD FRERES & CO. LLC

By   
Barry Ridings  
Vice Chairman of U.S. Investment Banking

AGREED TO AND ACCEPTED  
as of the date first  
above written:

Citadel Broadcasting Corporation, on behalf of itself  
and its controlled subsidiaries

By   
5/27/09